CENTRAL GOVERNMENT

FINANCE ACCOUNTS
1942-43

AND THE

AUDIT REPORT
1944



HED BY THE MANAGER OF PUBLICATIONS, DELHI
BY THE MANAGER, GOVERNMENT OF INDIA PRESS, SIMLA
1944

TABLE OF CONTENTS.

90AGCR

B.—DEBT, DEPOSITS AND REMITTANCE ACCOUN

I.—Report.

II.—Accounts.

FINANCE ACCOUNTS OF THE CENTRAL GOVERNMENT FOR THE YEAR 1942-43 AND THE REPORT OF THE AUDITOR GENERAL OF INDIA.

Certificate of the Auditor General of India.

This compilation containing the Finance Accounts of the Central Government for the year 1942-43 and the report of the Auditor General of India presents the accounts of the receipts and outgoings of the Central Government for the year, together with a report on the financial results disclosed by the different accounts and other data coming under examination, that is to say, both the revenue and capital accounts, the accounts of the Public debt and the liabilities and assets of the Central Government as deduced from the balances recorded in its books and other information. It supplements the reports of the Auditor General of India on the accounts of the audited expenditure of the Government for the year, separately presented in the form of Appropriation Accounts for each Grant. In compliance with Section 169 of the Government of India Act, 1935, the Auditor General's report on the accounts accompanied by the accounts themselves is submitted by the Auditor General to the Governor General to be laid before the Legislature.

The accounts for 1942-43 which as Auditor General I am required to audit, both the Finance Accounts and the Appropriation Accounts, have been examined under my direction in accordance with the provisions of the Government of India (Audit and Accounts) Order, 1936. Likewise, as prescribed by Section 170 of the Government of India Act, 1935, the accounts of transactions of the Government in the United Kingdom have been audited by the Auditor of Indian Home Accounts under my general superintendence. It is to be noted that the Auditor General's responsibility for the audit of the accounts of the Government does not extend in full to the audit of the accounts of revenue, but I am satisfied on the best information available that the accounts of revenue included in the Finance Accounts herewith presented give a correct statement of the sums brought to account. Subject to these observations and also to those contained in the detailed reports which follow and in the reports on the Appropriation Accounts, the accounts now presented are correct statements of the receipts and outgoings of the Central Government for the year 1942-43.

A. C. BADENOCH,
Auditor General of India.

SIMLA;

The 10th August 1944.

B.—DEBT, DEPOSITS AND REMITTANCE ACCOUN

I.—Report.

II.—Accounts.

The Major Heads are sub-divided into Minor Heads and the Minor Heads into Sub-heads and Detailed heads. Under each of the Major and Minor Heads, the expenditure is shown distributed between non-voted and voted. The Major and Minor Heads and the Sub-heads prescribed for the classification of expenditure in the general accounts are not necessarily identical with the Grants, Sub-heads and other units of allotments which are selected by the Finance Department for the Demands for Grants and the Appropriation Accounts; but in general, a certain degree of correlation is maintained between the Demands for Grants and the Appropriation Accounts on the one hand and the Finance Accounts on the other.

3. *Balances and Reserves.*—The accounts work from balance to balance, these balances working up to the general cash balances, a small portion of which is kept in the treasuries all over India and in the Bank of England in England, while the bulk has been deposited with the Reserve Bank of India. Apart from these cash balances are the Cash Balance Investment Account and other special Reserves invested outside the general cash balances of Government.

(Throughout this part of the report the amounts shown represent thousands of rupees unless the contrary is specifically indicated.)

SUMMARY OF THE TRANSACTIONS OF THE YEAR UNDER REPORT (1942-43).

4. A summary of the detailed transactions during the year under report as compared with the Budget for the year is given in the subjoined statement.

Receipts.	Budget Estimates 1942-43.	Actuals 1942-43.	More (+). Less (—).	Disbursements.	Budget Estimates 1942-43.	Actuals 1942-43.	More (+). Less (—).
1	2	3	4	5	6	7	8
				1.—REVENUE			
REVENUE—				EXPENDITURE—			
Principal Heads of Revenue—				Direct Demands on the Revenue—			
Customs	35,35,00	25,11,71	—10,23,29	Customs	91,91	88,32	—3,59
Central Excise Duties	12,65,00	12,79,36	+14,36	Central Excise Duties	94,21	90,05	—4,16
Corporation Tax	21,99,00	31,40,11	+9,41,11	Corporation Tax	32,42	32,75	+33
Taxes on Income other than Corporation-Tax	33,63,00	43,45,96	+9,82,96	Taxes on Income other than Corporation Tax	53,26	56,70	+3,44
Salt	9,00,00	10,91,23	+1,91,23	Salt	1,06,22	1,12,50	+6,28
Opium	82,00	75,21	—6,79	Opium	48,90	48,87	—3
Land Revenue	19,77	20,41	+64	Land Revenue	8,42	9,31	+89
Provincial Excise	29,07	37,98	+8,91	Provincial Excise	6,20	5,08	—1,12
Stamps	42,00	51,88	+9,88	Stamps	30,09	48,87	+18,78
Forest	24,84	6,66	—18,18	Forest	28,72	14,51	—14,21
Registration	1,15	1,64	+49	Registration	12	13	+1
Receipts under Motor Vehicles Acts	4,23	4,72	+49	Charges on account of Motor Vehicles Acts	3,12	3,41	+29
Other Taxes and Duties	2,00	4,23	+2,23	Other Taxes and Duties	4	8	+4
Total Principal Heads	1,14,67,06	1,25,71,10	+11,04,04	Total Direct Demands ..	5,03,63	5,10,58	+6,95
Railways—Net Revenue	56,96,13	73,75,40	+16,79,27	Railways: Interest and Miscellaneous Charges	36,83,44	53,62,70	+16,79,26
Irrigation—Net Receipts ..	1,57	2,25	+68	Irrigation	8,95	8,21	—74
Posts and Telegraphs—Net Receipts	4,92,45	5,21,52	+29,07	Posts and Telegraphs	69,38	69,83	+45
Debt Services	60,29	85,64	+25,35	Debt Services	10,71,74	9,97,19	—74,55
Civil Administration	1,01,75	1,09,36	+7,61	Civil Administration	15,97,24	16,75,95	+78,71
Currency and Mint	3,25,50	5,25,04	+1,99,54	Currency and Mint	1,53,25	1,74,98	+21,73
Civil Works and Miscellaneous Public Improvements	35,20	76,10	+40,90	Civil Works and Miscellaneous Public Improvements	3,25,68	3,07,43	—18,25
Miscellaneous	1,67,50	2,33,73	+66,23				

Debt Services [illegible] Civil Administration [illegible] Currency and Mint [illegible] Civil Works and Miscellaneous [illegible]	3 25 50 [illegible]	[illegible]	+1 90 54 [illegible]	Civil Administration [illegible] Currency and Mint [illegible] Civil Works and Miscellaneous [illegible]	1 54 [illegible]	[illegible]	[illegible]
Defence Receipts	1 95 63	3 91 80	+1,96,17	Miscellaneous	3,59,77	4,44,49	+84,72
Extraordinary Items	6 04 99	16 44 56	+10 39 57	Defence Services	1,34,95 57	2,18 54,24	+83 58,67
				Contributions and miscellaneous Adjustments between Central and Provincial Governments	2,77,28	2,76,86	—42
				Extraordinary Items	11,03 28	30,25,77	+10 22 49
				Capital Expenditure within the Revenue account (Details by Major Heads are given in Account No 2)	5,70	5 95	+25
Total Revenue Receipts	1,91,48 07	2 35,36 50 (A)	+43,88,43	Total Expenditure on Revenue Account	2,26 54 91	3,47,14,18 (A)	+1,20 59,27
II —CAPITAL.							
Capital contributed by Railway Companies towards outlay *on State Railways*				Capital expenditure outside the Revenue Account (Details by Major Heads are given in Account No 2)			
Railways		42,97	+42,97	Railways	24,12 99	24,38,96	+25,97
				Posts and Telegraphs	12 99	39,66	+26,67
				Civil Administration —Vizagapatam Port	1,50	41	—1,09
				Civil Works—*Initial Expenditure on New Capital at Delhi*	24,16	30,96	+6,80
				Miscellaneous—Payments of commuted Value of Pensions	—28 15	—35,33	—7,18
				Defence Capital Outlay	..	52,50 81	+52,50,81
				Capital Outlay on Schemes connected with the War	.	1,29,35	+1,29,35
Total		42,97	+42,97	Total	24,23,49	78,54,82	+54,31,33
III —DEBTS							
[illegible] Debt—				Public Debt—			
[illegible]t raised in India—				Debt raised in India—			
[illegible]rmanent Debt	1,00,00,00	1,38,28,33	+38,28,33	Permanent Debt	40 00	1,15,39	+75,39
[illegible]ating Debt	4,35 09,00	10,32,34,50	+5,97,25,50	Floating Debt	4,05 59 00	9,04,62,75	+4,99,03,75
[illegible]t raised in England—				Debt raised in England—			
Permanent Debt	1,30,00	1,30 00		Permanent Debt	1,24,60,87	1,22,38,39	—2,22,48
Total	5,36,39 00	11,71,92,83	+6,35,53,83	*Total*	*5,30,59,87*	10,28,16,53	+4,97,56,66

(A) Revenue deficit during the year 1,11,77,68

Receipts.

1	1942-43. 2		More (+). Less (—). 4
...funded Debt—			
...eposits of Service Funds	24,56	24,35	—21
...ost Office Savings Bank Deposits	24,26,29	22,98,60	—1,27,69
...efence Savings Bank Deposits	13,03	30,01	+16,98
...st Office Cash Certificates	4,50,00	3,76,36	—73,64
...efence Savings Certificates	3,05,00	2,01,53	—1,03,47
...te Provident Funds	10,26,88	12,48,26	+2,21,38
...er Accounts	1,33,97	1,29,47	—4,50
Total	43,79,73	43,08,58	—71,15
...and Advances—			
...s bearing interest—			
...ay Depreciation and Reserve ...ds.	20,49,48	44,04,89	+23,55,41
...als Reserve Fund—Posts and ...graphs.	25,00	1,75,00	+1,50,00
...Reserve Funds	3,39	5,92	+253
...Deposits	..	1,22,58	+1,22,58
...ot bearing interest—			
...ne Development Fund	..		
...tion for Reduction or ...ce of Debt—			
...Funds	..	..	..
...ppropriations	95,04	95,04	..
...demption Reserve	2,04,96	2,04,96	..
...tion Fund	20,00	43,59	+23,59
...oad Fund	3,20	3,20	..
... Cash Certificates Bonus	1,28,00	1,28,00	..
...Development of Civil Avia...	..	10,81	+10,81
...pecial Frontier Expendi... ...ding Development.	61,00	61,00	..
...evelopment of Broad...	26,50	28,27	+1,77
...nefit of Cotton growers ...Fund	22,00	22,00	..
...	2,00,00		

Disbursements.

5	Budget Estimates 1942-43. 6	Actuals 1942-43. 7	More (+). Less (—). 8
III.—DEBTS—*contd.*			
UNFUNDED DEBT—			
Special loans	5	8	+3
Deposits of Service Funds	33,50	33,10	—40
Post Office Savings Bank Deposits	26,90,00	23,84,39	—3,05,61
Defence Savings Bank Deposits	3	10	+10
Post Office Cash Certificates	9,50,00	8,10,71	—1,39,29
Defence Savings Certificates	55,00	81,10	+26,10
State Provident Funds	6,01,77	9,70,30	+3,78,53
Other Accounts	96,03	89,84	—6,19
Total	44,76,44	42,78,80	—1,97,64
DEPOSITS AND ADVANCES—			
Deposits bearing interest—			
Railway Depreciation and Reserve Funds.	7,00,00	11,25,00	+4,25,00
Renewals Reserve Fund—Posts and Telegraphs.	36,17	39,84	+3,67
Other Reserve Funds	53	1,47	+94
Other Deposits	..	3	+3
Deposits not bearing interest—			
Telephone Development Fund	60,62	1,67,76	+1,07,14
Fund for Economic Development and Improvement of Rural Areas.	20,00	12,45	—7,55
Silver Redemption Reserve	20,00	43,00	+23,00
Civil Aviation Fund	3,00	1,33	—1,67
Central Road Fund	1,92,00	1,91,10	—90
Post Office Cash Certificates Bonus Fund	..	..	..
Fund for Development of Civil Aviation.	73,86	52,11	—21,75
Fund for Special Frontier Expenditure including Development.	21,87	2,06	—19,81
Fund for Development of Broadcasting.	23,51	[illegible]	[illegible]
Fund for Benefit of Cott...			
Sugar F...			

Fund for Deve[illegible] tion				Sugar Excise [illegible]			
Fund f[illegible] Special Frontier Expend ture including Development	22 00	22 00		Fund for Relief of Groundnut Cult[illegible] vators	[illegible]	7 32	[illegible]
Fun[illegible] for Development of Bros[illegible]	2 00 00	[illegible] 12 60	—87 31	Depreciation Reserve Fun[illegible]—Govern-ent [illegible]	1 62	[illegible]	[illegible]
[illegible] of Cotton growers	[illegible]	[illegible]	[illegible]				
Fund for Relief of Groundnut Cultivators.	4,00	21	—3,79	Deposits of Local Funds	1,82,44	3,37,27	+1,54,83
Depreciation Reserve Fund—Government Presses.	1,59	1,19	—40	Deposits of Branch Line Companies	90	1,56	+66
Deposits of Local Funds .	1,78,85	3,49,94	+1,71,09	Civil Deposits	57,08,04	74,43,56	+17,35,52
Deposits of Branch Line Companies	1,05	12	—93	Other Deposits	40,54,56	28,49,77	—12,04,79
Civil Deposits . ..	64,60,44	76,66,62	+12,06,18	Other Accounts ..	37,61	92,82	+55,21
Other Deposits . . .	44,17,34	36,66,31	—7,51,03	Transactions connected with War, 1939	4,68	12,56	+7,88
Other Accounts .. .	40,95	8,60,08	+8,19,13	*Advances not bearing interest*—			
Transactions connected with War, 1939	3,24,06	15,55,25	+12,31,19	Advances not bearing interest	63,76,71	1,42,20,43	+78,43,72
Advances not bearing interest—				*Suspense*—			
Advances not bearing interest ..	62,35,82	1,35,41,82	+73,06,00	Purchases and Sales of Silver	57,10	19,56,94	+18,99,84
Suspense—				Other Suspense heads	67,31	1,05,02,84	+1,04,35,53
Purchases and Sales of Silver .	11,24,13	32,91,90	+21,67,77	*Miscellaneous*—			
Other Suspense heads	14,91,86	61,21,79	+46,29,93	Miscellaneous	3,30,30	3 01,18	—29,12
Miscellaneous—							
Miscellaneous	3,29,99	3,09,16	—20,83				
Total ..	2,34,62,07	4,28,04,03	+1,93 41,96	Total	1,81,92,28	3,94,04,69	+2,12,12,41
LOANS AND ADVANCES BY THE CENTRAL GOVERNMENT.				LOANS AND ADVANCES BY THE CENTRAL GOVERNMENT.			
Recoveries of Loans and Advances ..	3,46,38	13,94,04	+10,47,66	Loans and Advances	1,61,96	6,88,51	+5,26,55
IV.—REMITTANCES							
Remittances	10,17,58,76	13,28,81,48	+3,11,22,72	Remittances	10,17,45,26	13,16,62,62	+2,99,17,36
V.—TRANSFER OF CASH BETWEEN ENGLAND AND INDIA.							
Re[illegible]ittances through the Reserve [illegible]ank. ..	2,18,63,40	91,80,67	—1,26,82,73	Remittances through the Reserve Bank	2,18,63,40	96,91,80	—1,21,71,60
VI.—RESERVE BANK DEPOSITS—RAILWAYS.							
[illegible]ank Deposits—Railways ..	33,77,89	..	—33,77,89	Reserve Bank Deposits—Railways	33,77,89	..	—33,77,89
Total Receipts ..	22,79,75,30	33,13,41,10	+10,33,65,80	Total Disbursements ..	22,79,55,50	33,11,11,95	+10,31,56,45
[illegible]ash Balance	8,40,39	15,94,00	+7,53,61	Closing Cash Balance .	8,60,19	18,23,15	+9,62,96
GRAND TOTAL	22,88,15,69	33,29,35,10	+10,41,19,41	GRAND TOTAL .	22,88,15,69	33,29,35,10	+10,41,19,41

Revenue.

The revenue receipts of the year under review show a net improvement of Rs 43,88 lakhs over the budget estimates of which Railways alone are responsible for Rs. 16,79 lakhs. Important increase occurred also under "Extraordinary Items" (Rs. 10,10 lakhs). Most of the revenue heads showed an increase. The more important of the variations are noted below :—

Increases.

Corporation Tax.—9,41,11. The increase occurred under Corporation Tax—ordinary collection (3,46,00) and Excess Profits Tax (7,90,71) due to increase in the rate, higher profits and advance payment of tax made by assessees partially counterbalanced by a fall under Central Surcharge (1,95,45) against budget anticipations.

Taxes on Income other than Corporation Tax. 9,8.,96.—Increase mainly due to higher realisation and advance payment of tax under Income Tax and Super Tax (7,09,63), Central Surcharge (2,62,78) and Excess Profits Tax (2,35,44). This was partly offset by increased payment to Provinces for their share of the divisible pool of Income Tax (2,53,00).

Salt.—1,91,23. The actual realisation was more than the Budget Estimates under sales of Government Salt (15,76), Excise Duty on Salt manufactured locally (2,50,59). This was partially offset by smaller receipts under 'Duty on imported Salt' (73,86) as a result of dislocation of shipping.

Railways—Net revenue.—16,79,27. The increase was mainly due to more traffic receipts (25 crores)—coaching earnings (16 crores), goods earnings (9 crores) partly counterbalanced by increase in working expenses (8 crores). The increase under working expenses was chiefly due to (*a*) protective measures necessitated by the War including Air Raid Precautions and raising of Defence of India Units, (*b*) higher cost of and freight on coal owing to more consumption and rise in prices and (*c*) payment of dearness allowances at enhanced rates to a larger number of staff and purchase of foodstuff for grain shops and grant of evacuation advances on certain Railways.

Posts and Telegraphs—Net Receipts.—29,07. Increased receipts (2,53,33) in all branches due to increase in postal rates etc., and growth of traffic partly counterbalanced by increased working expenses (2,24,36) due mainly to lump sum contribution of 1,50 lakhs to the Posts and Telegraphs Renewals Reserve Fund, increased activities of the Department particularly development of telegraph and telephone communications necessitated by the war, the necessity for maintaining asse's at a h gh standard of efficiency duing the war, the payment of dearness allowances at enhanced rates, war bonus and other allowances, expenditure in connection with A. R. P. and Airgraph service and increased contingent and other expenditure on account of rise in the prices of materials.

Debt Services.—25,35. The increase is mainly due to larger interest and dividend in respect of the investment of the Silver Redemption Reserve holdings and to the accrual of about Rs. 10 lakhs representing interest element of the annual credit received from His Majesty's Government in connection with the funding of the liabilities of the Railway Annuities.

Currency and Mint.—1,99,54. In view of the large profits accruing from the unprecedented demand for small coin and the consequent increase in the Mint expenditure due to that demand, it was dec'ded early in 1940 that, from the year 1942-43 onward in addition to the stabilized sum of Rs. 45 lakhs, a sum sufficient to cover the net expenditure on the Mints for the year would also be transferred to revenue. The Central Government's share of the profit of the Reserve Bank also improved by Rs. 77 lakhs.

Civil Works and Miscellaneous Public Improvements.—40,90. The increase is mainly due to more receipts under rent of buildings and adjustment of Defence

Service Share of expenditure pertaining to 1941 42 on residential buildings considered as joint schemes of the Civil and Defence Services

Miscellaneous —66,23 Mainly due to increased recoveries for Stationery Stores supplied to certain outside bodies like Central Provision Office (29,73) and increased receipts on account of advance payment of lease money and increase in the amount of interest from sale of new plots of land under the Bombay Military Lands Scheme (11,44)

Defence Receipts —1,96,17 The increase is due mainly to receipts from Civil indentors on account of value of stores obtained under Lease/Lend arrangements

Extraordinary Items —10,39,57 The increase is mainly due to larger receipts of insurance premia under the War Risks (Goods) and War Risks (Factories) Insurance Schemes partly offset by non receipt of annuity from the Government of Burma

Decrease

Customs —10,23,29 The drop is revenue is mianly due to smaller receipts under 'Imports' (3,67,20) on account of loss of trade owing to the War in the Pacific and an increase of 6,56,26 under refunds of customs duty on motor spirit purchased by the Defence Services The principal items contributing to the deterioration are — kerosine oil (1,24,75), cotton raw (1,63,57), machinery (9,52), all other articles (3,56,78) under Revenue duties and several other items (1,45 66) under Protective duties partly counterbalanced by increase in the receipt from motor spirit (4 62,58)

Forest —18,18 Due to decrease in receipts from Andaman forests

Expenditure

The total expenditure in the Revenue Account exceeded the budget estimates by about Rs 1,20,59 lakhs Out of this excess the Defence Services" were responsible for Rs 83 59 lakhs and the Railways for Rs 16 79 lakhs The total Capital Expenditure outside the Revenue Account also exceeded the budget provision by about Rs 54,31 lakhs of which Defence Capital Outlay alone is responsible for Rs 52,51 lakhs The more important variations are explained below —

Increases

Direct Demands on the Revenue —6 95 Increases under various heads chiefly Salt (6,28) and Stamps (18 78) counterbalanced by savings under other heads chiefly Forest (14,21) and Central Excise Duties (4,16) The excess under Stamps is mainly due to additional expenditure incurred for building up a larger reserve stock while the decrease under Forest is due to smaller expenditure for Andamans

Railways —Interest and Miscellaneous Charges —16,79,26 The excess was mainly due to prepayment of loan taken from Depreciation Reserve Fund of 16 08 crores against the Budget provision of 7 82 crores and payment of 8 86 crores to the Railway Reserve Fund owing to large surplus accruing during the year under review

Civil Administration —78,71 Spread over a large number of heads—mainly due to creation and expansion of the branches of the various Departments of the Central Government for the administration of special wartime functions

Currency and Mint —21,73 The increase under Currency (8,64) is mainly due to purchase of additional paper for Reserve Bank of India notes and one rupee notes and that under Mint (13,09) is due to expenditure in connection with the Lahore Mint

Miscellaneous —84,72 Due mainly to (i) non recovery from the Government of Burma of her share of central pensions in issue on the 31st March, 1937 and (ii) increased expenditure under Stationery and Printing for the requirements of the new offices created as a result of the War, increase in prices and building up of a reserve of paper and stationery stores

Defence Services.—83,58,67. The increase is chiefly due to expansion of the Defence Services sanctioned during the course of the year under review.

Extraordinary Items.—19,22,49. Due mainly to more payments to the War Risks (Goods) and (Factories) Insurance Funds under 'Expenditure connected with the War, 1939 (17,27,43) and increased expenditure on Air Raid Precautions and Civic Guards under Civil Defence (2,10,93).

Decreases.

Debt Services.—74,55. Savings due to closure of the Defence Loan between 14th February, 1942 and 8th July, 1942 and larger cancellation of India Stocks during the closing months of 1941-42 and earlier months of 1942-43 having been partially counterbalanced by increased payments for Floating Debt and other obligations and smaller recoveries from Railway and Provinces.

CAPITAL ACCOUNT OUTSIDE THE REVENUE ACCOUNT.

Receipts.

Railways.—42,97. The receipts are on account of sale of the 1/4th financial interest in the Tapti Valley Railway to the Baroda Government not anticipated in the original Budget.

Expenditure.

The actual capital expenditure was more than that provided in the Budget (54,31,33). The important increases are explained below :—

Railways.—25,97. The increase is mainly due to the acquisition of the Bengal Nagpur and South Indian Railways debenture stock during the year (Rs. 5.35 crores), partly counterbalanced by decrease due to non-payment of the full purchase price of the Benga and North Western and the Rohilkhand and Kumaon Railways Companies (Rs. 3 crores) and sale of rolling stock sent overseas and dismantlement of lines during the year (Rs. 2 crores).

Posts and Telegraphs.—26,67. The excess is mainly due to the increase in the stock balance to meet the Civil and Military requirements in connection with the development of Telegraph and Telephone communications.

Defence Capital Outlay.—52,50,81. The major head was newly opened in the accounts for the year to record Capital expenditure on Schemes connected with the War.

Capital Outlay on Schemes connected with the War. 1,29,35. A new Capital head has been opened in the accounts under review to record expenditure on a number of important schemes which partake of the nature of State trading due to the conditions created by the War.

DEBT, DEPOSITS ETC., HEADS.

(*Increase* +, *Decrease* —)

Public Debt—

Permanent Debt—Rupee Debt —

Receipts	+38,28,33	The increase under receipts is due to the flotation of the Third Defence Loan in the shape of 3 per cent. Loan, 1951-54 (Re-issue of the loan raised in 1935) and the creation of rupee securities under the repatriation scheme. The main reasons under disbursements are cancellation of rupee stocks created in connection with the repatriation scheme.
Disbursements	+75,39	
Net Receipts	+37,52,94	

Floating Debt—		
Receipts	+5 97 25 50	The marked increase in the Treasury Bill debt is due to (a) the deterioration in the revenue position (b) the need to provide for the Defence Capital expenditure and (c) the financial operations connected with the funding of the railway annuities and the acquisition of railway debentures
Disbursements	+4 99 03 75	
Net receipts	+98 21 75	
Sterling Debt—		
Receipts	*Nil*	Mainly due to less cancellation of Sterling Securities in connection with the Scheme of *Repatriation of Sterling Debt than anticipated*
Disbursements	—2 22 48	
Net receipts	+2 22 48	
Unfunded Debt—		
Post Office Savings Bank Deposits—		The variations may be attributed to unsettled conditions on account of War
Receipts	—1 27 69	
Disbursements	—3 65 61	
Net receipts	+2,37,92	
Post Office Cash Certificates—		
Receipts	—73 64	
Disbursements	—1,30 29	
Net receipts	+56 65	
Defence Savings Certificates—		
Receipts	—1 03 47	
Disbursements	+26 19	
Net disbursements	+1 29 66	
State Provident Funds—		
Receipts	+2 21 38	Both receipts and payments exceeded the estimates Increase in the number of subscribers in the various Provident Funds on account of expansion of Government departments and withdrawals due to the increased cost of living mainly accounts for the variations
Disbursements	+2 78 53	
Net disbursements	+57 15	
Railway Depreciation and Reserve Funds—		
Receipts	+23 [illegible]5 41	Due chiefly to increase in surplus during the year which resulted in more appropriation to the Reserve Funds than anticipated in Budget
Disbursements	+4 [illegible] 96	
Net receipts	+19 [illegible]9 45	
Renewals Reserve Fund—Posts and Telegraphs—		
Receipts	+1 50 00	The increase under receipts is due to a special
Disbursements	+3 67	
Net receipts	+1 46 33	
Other Deposits—		
Receipts	+1,22 58	Mainly due to credits on account of Optional Deposits of Excess Profits Tax under the Indian Finance Act, 1942
Disbursements	+3	
Net receipts	+1,22 55	
Telephone Development Fund—		
Receipts	*Nil*	
Disbursements	+1,07,14	On the inauguration of a new scheme for the development of Telegraph and Telephone communication, the necessity for the continuance of the Telephone Development Fund beyond the year 1942-43 has ceased to exist Accordingly the unspent balance of 2 14 at the credit of the Fund on the 31st March, 1943 was allowed to lapse
Net disbursements	+1 07,14	

Fund for the benefit of cotton growers—

Receipts	—87,31
Disbursements	—1,84,99
Net receipts	+97,68

The decrease under *receipts* is due to fall i imports and consequent smaller receipts of th additional duty on raw cotton transferabl to the Fund. *Smaller payments of subsidi* to the Provinces contribute chiefly to the d crease under *Disbursements.*

Transactions connected with the War, 1939—

Receipts	+12,31,19
Disbursements	+7,88
Net receipts	+12,23,31

Includes transactions of the Wars Risks(Good and (Factories) Insurance Funds establishe under the War Risks Insurance Scheme. Tl increase in receipts is mainly due to mo extensive insurance of stock.

Purchases and Sales of Silver—

Receipts	+21,67,77
Disbursements	+18,99,84
Net receipts	+2,67,93

Increased receipts on account of heavier issu for quaternary coinage and net profit fror the circulation of quaternary coins wer partly counterbalanced by the increase unde disbursements mainly due to the value more standard Silver rupees transferred t surplus silver stock account in exchange fc quaternary rupees.

Loans and Advances by the Central Government—

Receipts	+10,47,66
Disbursements	+5,26,55
Net receipts	+5,21,11

The advance repayment of the consolidated debt by some Provinces was responsible for the increase under receipts. The increase under disbursements is mainly due to advances to the Government of Bengal for Ways and Means purposes and Jute Purchase Scheme (Rs. 3,50 lakhs) and payment of loans to (i) the Calcutta Port Commissioners (Rs. 1 crore) and (ii) the Canteen Stores Department of the Canteen Services (India) (Rs. 108 lakhs)

Remittances—

Receipts	+3,11,27,72
Disbursements	+2,99,17,36
Net receipts	+ 12,05,36

Mainly due to expansion of transactions under Indian Money Orders, Exchange Accounts between England and India, Exchange Accounts with Defence Services and other Departmental Accounts.

Transfer of Cash between England and India—Remittances through the Reserve Bank—

Receipts	—1,26,82,73
Disbursements	—1,21,71,60
Net receipts	—5,11,13

Cash Remittances from India to England and *vice versa* of funds belonging to India made through the Reserve Bank of India were less than anticipated.

REVENUE POSITION OF THE GOVERNMENT.

General Remarks.

5 The finances of the Central Government during the year continued to be increasingly dominated by heavy expenditure on Defence Services and larger expenditure on Civil Services due to schemes and activities incidental to the War

The original budget estimates for the year placed the total receipts at Rs 1,40,00 lakhs and the total expenditure at Rs 1,87,07 lakhs with a prospective deficit of Rs 47,07 lakhs Several measures of additional direct and indirect taxation were introduced to reduce the deficit The *direct* taxation imposed by the Finance Act of March, 1942 included (*a*) a tax on income from above Rs 1,500 to Rs 2,000 at the rate of 6 pies in the rupee on the excess over the first Rs 750 (*b*) a central surcharge

excess profits tax was continued during the year at the same rate as in the previous year *i e* 66 2/3 per cent A special feature was however, introduced in certain of these taxation measures which were more in the nature of saving than of taxation An option was given to assessees of income tax for those having an income from above Rs 1,500 to Rs 2 000 to deposit a prescribed amount in the Post Office Defence Savings Bank in lieu of payment of income tax In the case of assessees of income tax between Rs 2 000 to Rs 6 000 a provision was made to refund a portion of the enhanced surcharge after the termination of the War Again the Government also announced their readiness to contribute an amount up to one tenth of the net excess profits tax provided that the assessee deposited a sum equal to double the amount to a reserve account The *indirect* taxation comprised enhanced postal, telegraph and telephone rates an overall surcharge of 20 per cent on the import tariff except on raw cotton, salt and petrol an increase of 3 annas per gallon in the excise and import duty on motor spirit and an increase in the excise duty on kerosene and silver equivalent to the higher customs duties The total additional revenue from all these measures was estimated at Rs 12 crores which brought the estimated revenue for the year 1942 43 to Rs 1 52,00 lakhs and reduced the prospective deficit to Rs 35,07 lakhs, which was proposed to be covered by borrowing

The revenue accounts however, closed with an actual deficit of Rs 1,11,78 lakhs or Rs 76,71 lakhs more than expected as, though there was an improvement of Rs 25,12 lakhs in revenue, the increase in the actual expenditure over the budget amounted to Rs 1,01,83 lakhs

On the revenue side, the receipts from Corporation Tax and Taxes on Income exceeded the budget figure by Rs 9 41 lakhs and Rs 9 83 lakhs respectively due to increase in the rate and advance payment of tax made by the assessees The improvement under Salt (Rs 1 91 lakhs) was mainly due to increased receipts from excise duty on salt manufactured locally The relatively large increase under currency and mint (Rs, 2,90 lakhs) accrued mainly on account of a rise in the surplus profits of the Reserve Bank and also through a higher credit to revenue out of the large profits accruing from the unprecedented demand for small coin There was also an increase of Rs 10,39 lakhs under Extraordinary Items on account of large realization of premia due to raising of rates under the War Risks (Goods) Insurance Scheme and the introduction of the War Risks (Factories) Insurance Scheme during the year The only head which showed a marked drop was Customs, the receipts under which came to Rs 25,12 lakhs against the budget estimate of Rs 35,35 lakhs in consequence of decline in imports owing to the war and of the decision to refund to Defence Services customs duty on motor spirit used by them Net revenue

under Railways showed an increase of Rs. 16,79 lakhs, the improvement resulting partly from the withdrawal of concessions and reduced fares, but the increase was transferred to the Depreciation and Reserve Funds so that the general revenues got only the budgeted figure.

On the expenditure side, out of the total increase of Rs. 1,01,83 lakhs, the largest and abnormal individual increase, Rs. 81,62 lakhs (excluding the expenditure on Defence Capital Outlay) occurred under Defence Services. The huge rise in defence expenditure was mainly due to rise under Indian War Measures, including joint war measures necessitated by the large expansion in all the three arms of defence services *viz.* the Army, Navy and Air Force. The other principal increase was under 'Extraordinary Items (Rs. 19,22 lakhs) chiefly on account of increased payments to the War Risks (Goods) and (Factories) Insurance Funds corresponding to increased premia receipts and expenditure on Indian evacuees from war zones, on Denial measures and on the Civil Pioneer Force. Increased expenditure on air raid precautions and employment of a large number of Civic Guards under Civil Defence also contributed to the rise in expenditure under Civil estimates.

CAPITAL OUTLAY OUTSIDE THE REVENUE ACCOUNT.

Capital outlay during the year.

6. The following table shows the capital expenditure outside the Revenue Account during the year 1942-43 :—

Nature of Expenditure.	Amount of expenditure.
(1) 67-A.—Construction of State Railways—Commercial	18,44,95
(2) 67B.—Construction of State Railways—Strategic	—4,86
(3) 67C.—Capital contributed by railway companies towards outlay on State Railways—Discharge of debentures	5,98,87
(4) L-III.—Capital contributed by railway companies towards outlay on State Railways	—42,97
(5) 69.—Capital outlay on Posts and Telegraphs	39,66
(6) 73.—Capital outlay on Vizagapatam Port	41
(7) 78.—Initial expenditure on New Capital at Delhi	30,96
(8) 83.—Payments of commuted value of pensions	—35,33
(9) 86.—Defence Capital Outlay	52,50,81
(10) 87.—Capital Outlay on Schemes connected with the War, 1939	1,29,35
Total ..	78,11,85

The expenditure of Rs. 23·96 crores under items (1) to (4) above includes, besides the open Line Works expenditure, the purchase price of the Bengal and North Western and Rohilkhund and Kumaon Railways, the amount paid on the discharge of debentures relating to Bengal Nagpur, South Indian and Rohilkhund and Kumaon Railways during the year off-set partly by credits to capital on account of sale of rolling stock etc. The last two major heads have been opened with effect from the accounts for 1942-43 to record capital expenditure on Schemes connected with the War.

The progressive capital expenditure outside the Revenue Account of the Central Government, as recorded under the various major heads up to the end of the year 1942-43 has been shown in statement No. 6 of Part A-II and amounts to Rs. 870 crores.

GENERAL STATEMENT OF FINANCIAL RESULTS OF COMMERCIAL DEPARTMENTS

(i) *Railways*

7 Indian State owned railways earned a surplus of Rs 45 07 crores in the year 912 43, for the seventh consecutive year After the separation of Railway from General Finances in 1924 25, railways produced surpluses to the end of 1929 30 n the six subsequent years ending with 1935 36, there were deficits in working hich were met partly by utilising the available balances in the Railway Reserve 'und and partly by borrowing from the Depreciation Reserve Fund

During the first seven years of the separation (1924 25 to 1930 31), a total ontribution of Rs 41 65 crores was paid by Railways to General Revenues Of his, Rs 7·82 crores had to be met from the Railway Reserve Fund during the years 929 30 and 1930 31 No contribution was paid in subsequent years to the end f 1936 37 The further contribution paid during the six years 1937 38 to 1942 43 mounted to Rs 60 92 crores, thus making a total contribution of Rs 102 57 rores The payments made in the three years ending 31st March, 1940 represented he actual surpluses of these years and fell short of the full contribution due to General Revenues in those years The amounts paid to General Revenues in the hree years ending 31st March, 1943 exceeded the full contribution due in these ears by Rs 7 54 crores, Rs 15 37 crores and Rs 14 99 crores respectively With he payment of these amounts, the arrears of contribution due to General Revenues n the years of deficits or inadequate surpluses were completely liquidated In fact he sum of Rs 14 99 crores paid in excess in 1942 43, exceeded the arrears then due by Rs 2 36 crores A sum of Rs 31 50 crores was also borrowed from the Depreciation Reserve Fund to meet the deficits of the less prosperous years Of this amount, Rs 1 21 crores were repaid in 1936 37, Rs 7 91 crores in 1941 42 and the balance *viz* Rs 22 38 crores in 1942 43 The repayments were made in all cases out of the surpluses of the years concerned except for a sum of Rs 6 30 crores which was transferred from the Railway Reserve Fund in 1942 43. The payments made to General Revenues and repayments to the Depreciation Reserve Fund during the three years ending 31st March, 1943 were not in strict accordance with the provisions of the Separation Convention They were, however, designed, with the approval of the Legislature to assist General Revenues in the present abnormal times

The gross traffic receipts (excluding worked lines) for 1942 43 amounted to Rs 150 20 crores which exceeded the budget expectations of the year by Rs 24 70 crores and the actual receipts of the previous year by over Rs 21 crores The increase in receipts over the estimate occurred under all classes of traffic The causes were increase in military traffic and upper class passengers, enhancement of rates and fares in some cases and withdrawal of reduced rates and fares previously in force

The revenue expenditure of the year (exclusive of worked lines) was Rs 78·98 crores which exceeded the budget expectations for the year by about Rs 8 crores and the corresponding actuals of the previous year by over Rs 5 crores The increase over the budget was mainly due to dearness allowance sanctioned at enhanced rates and for a larger number of staff during the year, loss in supplying food grains at cheap prices to staff, militarisation of certain railways, greater expenditure on fuel, staff and air raid precautions, repairs to damages due to floods, cyclones, sabotage and rise in prices

The net revenue, inclusive of net miscellaneous receipts, was Rs 73·11 crores; and after payment of interest charges amounting to Rs 28 04 crores, there remained a surplus of Rs 45 07 crores which exceeded the budget anticipations by Rs 17 12 crores and the corresponding actuals of the previous year by Rs 16·99 crores. Of this surplus, a sum of Rs 20 13 crores was paid to General Revenues, Rs 16 08 crores repaid to the Depreciation Reserve Fund in reduction of the loan taken from and the balance of Rs 8 86 crores credited to the Railway Reserve Fund.

under Railways showed an increase of Rs. 16,79 lakhs, the improvement resulting partly from the withdrawal of concessions and reduced fares, but the increase was transferred to the Depreciation and Reserve Funds so that the general revenues got only the budgeted figure.

On the expenditure side, out of the total increase of Rs. 1,01,83 lakhs, the largest and abnormal individual increase, Rs. 81,62 lakhs (excluding the expenditure on Defence Capital Outlay) occurred under Defence Services. The huge rise in defence expenditure was mainly due to rise under Indian War Measures, including joint war measures necessitated by the large expansion in all the three arms of defence services viz. the Army, Navy and Air Force. The other principal increase was under Extraordinary Items (Rs. 19.22 lakhs) chiefly on account of increased payments to the War Risks (Goods) and (Factories) Insurance Funds corresponding to increased premia receipts and expenditure on Indian evacuees from war zones, on Denial measures and on the Civil Pioneer Force. Increased expenditure on air raid precautions and employment of a large number of Civic Guards under Civil Defence also contributed to the rise in expenditure under Civil estimates.

CAPITAL OUTLAY OUTSIDE THE REVENUE ACCOUNT.

Capital outlay during the year.

6. The following table shows the capital expenditure outside the Revenue Account during the year 1942-43 :—

Nature of Expenditure.	Amount of expenditure.
(1) 67-A.—Construction of State Railways—Commercial	18,44,95
(2) 67B.—Construction of State Railways—Strategic	—4,86
(3) 67C.—Capital contributed by railway companies towards outlay on State Railways—Discharge of debentures	5,98,87
(4) L-III.—Capital contributed by railway companies towards outlay on State Railways	—42,97
(5) 69.—Capital outlay on Posts and Telegraphs	39,66
(6) 73.—Capital outlay on Vizagapatam Port	41
(7) 78.—Initial expenditure on New Capital at Delhi	30,96
(8) 83.—Payments of commuted value of pensions	—35,33
(9) 86.—Defence Capital Outlay	52,50,81
(10) 87.—Capital Outlay on Schemes connected with the War, 1939	1,29,35
Total ..	78,11,85

The expenditure of Rs. 23·96 crores under items (1) to (4) above includes, besides the open Line Works expenditure, the purchase price of the Bengal and North Western and Rohilkhund and Kumaon Railways, the amount paid on the discharge of debentures relating to Bengal Nagpur, South Indian and Rohilkhund and Kumaon Railways during the year off-set partly by credits to capital on account of sale of rolling stock etc. The last two major heads have been opened with effect from the accounts for 1942-43 to record capital expenditure on Schemes connected with the War.

The progressive capital expenditure outside the Revenue Account of the Central Government, as recorded under the various major heads up to the end of the year 1942-43 has been shown in statement No. 6 of Part A-II and amounts to Rs. 870 crores.

GENERAL STATEMENT OF FINANCIAL RESULTS OF COMMERCIAL DEPARTMENTS

(i) *Railways*

7 Indian State owned railways earned a surplus of Rs 45 07 crores in the year 1942 43 for the seventh consecutive year After the separation of Railway from General Finances in 1924 25 railways produced surpluses to the end of 1929 30 In the six subsequent years ending with 1935 36 there were deficits in working which were met partly by utilising the available balances in the Railway Reserve Fund and partly by borrowing from the Depreciation Reserve Fund

During the first seven years of the separation (1924 25 to 1930 31) a total contribution of Rs 41 65 crores was paid by Railways to General Revenues Of this Rs 7 82 crores had to be met from the Railway Reserve Fund during the years 1929 30 and 1930 31 No contribution was paid in subsequent years to the end of 1936 37 The further contribution paid during the six years 1937 38 to 1942 43 amounted to Rs 60 92 crores thus making a total contribution of Rs 102 57 crores The payments made in the three years ending 31st March 1940 represented the actual surpluses of these years and fell short of the full contribution due to General Revenues in those years The amounts paid to General Revenues in the three years ending 31st March 1943 exceeded the full contribution due in these years by Rs 7 54 crores Rs 15 37 crores and Rs 14 99 crores respectively With the payment of these amounts the arrears of contribution due to General Revenues in the years of deficits or inadequate surpluses were completely liquidated In fact the sum of Rs 14 99 crores paid in excess in 1942 43 exceeded the arrears then due by Rs 2 36 crores A sum of Rs 31 50 crores was also borrowed from the Depreciation Reserve Fund to meet the deficits of the less prosperous years Of this amount Rs 1 21 crores were repaid in 1936 37 Rs 7 91 crores in 1941-42 and the balance *viz* Rs 22 38 crores in 1942-43 The repayments were made in all cases out of the surpluses of the years concerned except for a sum of Rs 6 30 crores which was transferred from the Railway Reserve Fund in 1942 43 The payments made to General Revenues and repayments to the Depreciation Reserve Fund during the three years ending 31st March 1943 were not in strict accordance with the provisions of the Separation Convention They were however, designed with the approval of the Legislature to assist General Revenues in the present abnormal times

The gross traffic receipts (excluding worked lines) for 1942 43 amounted to Rs 150 20 crores which exceeded the budget expectations of the year by Rs 24 70 crores and the actual receipts of the previous year by over Rs 21 crores The increase in receipts over the estimate occurred under all classes of traffic The causes were increase in military traffic and upper class passengers enhancement of rates and fares in some cases and withdrawal of reduced rates and fares previously in force

The revenue expenditure of the year (exclusive of worked lines) was Rs 78 98 crores which exceeded the budget expectations for the year by about Rs 8 crores and the corresponding actuals of the previous year by over Rs 5 crores The increase over the budget was mainly due to dearness allowance sanctioned at enhanced rates and for a larger number of staff during the year, loss in supplying food grains at cheap prices to staff militarisation of certain railways greater expenditure on fuel, staff and air raid precautions repairs to damages due to floods cyclones sabotage and rise in prices

The net revenue inclusive of net miscellaneous receipts was Rs 73 11 crores, and after payment of interest charges amounting to Rs 28 04 crores there remained a surplus of Rs 45 07 crores which exceeded the budget anticipations by Rs 17 12 crores and the corresponding actuals of the previous year by Rs 16 99 crores Of this surplus a sum of Rs 20 13 crores was paid to General Revenues, Rs 16 08 crores repaid to the Depreciation Reserve Fund in reduction of the loan taken from it and the balance of Rs 8 86 crores credited to the Railway

The contribution made from Revenue to the Depreciation Reserve Fund was Rs. 12·58 crores and the amount withdrawn for expenditure from the Fund for renewals and replacements of assets, Rs. 4·96 crores. A sum of Rs. 23 lakhs was also transferred from the "Special Renewal Suspense Account" of the late Bengal and North Western and Rohilkhand and Kumaon Railway Companies on the purchase of these railways by Government on the 1st January, 1943. The balance of the Depreciation Reserve Fund at the end of the year 1942-43 stood at Rs. 82·08 crores against Rs. 64·74 crores anticipated in the budget. The increase was mainly due to the entire repayment of the outstanding loan taken from the Fund for meeting the deficits of previous years. Advances to branch line companies and investments in branch line shares amounting to Rs. 40·38 lakhs were transferred from this fund to the Railway Reserve Fund during the year.

The appropriation to the Railway Reserve Fund was Rs. 8·86 crores which was not anticipated in the budget. A sum of Rs. 6·30 crores, being the amount credited to this fund in 1940-41 out of the surplus for that year, was transferred to the Depreciation Reserve Fund towards repayment of the loan taken from it, in accordance with a decision reached during the course of the year. The balance of the Railway Reserve Fund at the end of the year under report stood at Rs. 9·35 crores, inclusive of Rs. 0·83 crore in investments.

Under Capital—New Construction, a budget provision of Rs. 0·05 lakh was made for closing the accounts of the Sind Right Bank Feeders Railway. In the event, there was a net credit expenditure of Rs. 16·22 lakhs. The saving was mainly due to a decision reached during the year to write-back the cost of an abandoned section and certain replaced works of that Railway from Capital to Depreciation Reserve Fund.

The Open Line works programme provided for an expenditure of Rs. 33·21 crores comprising Rs. 6·37 crores for rolling stock, Rs. 4·22 crores for track renewwals, Rs. 2·88 crores for structural and bridge works, collieries and other emergencies, Rs. 1·08 crores for increase under Stores and Manufacture Suspense, Rs. 15·41 crores for the purchase of the Bengal and North Western Railway, Rs. 2·74, Rs. 1·66 and Rs. 0·12 crores for the purchase of the Rohilkhand and Kumaon, Tapti Valley and Mirpurkhas Khadro Railways respectively, and a reduction of Rs. 1·27 crores for credits on account of released materials. As in the past, it was anticipated that the railways would not be able to work up to their programme and so a lump sum cut of Rs. 2·71 crores was made which reduced the budget provision to Rs. 30·50 crores. Of this, it was estimated that Rs. 23·50 crores would be charged to Capital and Rs. 7 crores met from the Depreciation Reserve Fund. The actual expenditure was Rs. 23·52 crores of which Rs. 18·56 crores were debited to Capital and Rs. 4·96 crores met from the Depreciation Reserve Fund. Rolling Stock accounted for Rs. 1·30 crores, track renewals for Rs. 2·83 crores, other structural works, etc., for Rs. 2·32 crores, stores and manufacture suspense for Rs. 3·04 crores, the write-back of the capital cost of dismantled lines and abandoned assets for Rs. 0·29 crore, the purchase of the Bengal and North Western Railway for Rs. 12·54 crores and that of the Rohilkhand and Kumaon, Tapti Valley and Mirpurkhas Khadro Railways for Rs. 2·31, Rs. 1·65 and Rs. 0·12 crores respectively. Of the credits, those due to released materials amounted to Rs. 2·60 crores while the credit for the sale of the Broach-Jambusar Railway to the Baroda Government accounted for Rs. 0·28 crore. The saving of Rs. 4·94 crores (Rs. 23·50 minus Rs. 18·56 crores) in capital outlay was chiefly due to the non-payment of the full purchase price of the Bengal and North-Western and Rohilkhand and Kumaon Railways, despatch of rolling stock overseas, the write-back of the capital cost of dismantled lines, sale of the Broach-Jambusar Railway to the Baroda Government, postponement or retarded progress of works and non-receipt or belated receipt of materials due to war conditions.

(ii) Posts and Telegraphs Department.

8. For the second time during the currency of the present war, some of the Postal, Telegraph and Telephone rates were increased with effect from the beginning of the financial year 1942-43. The Budget Estimate of revenue was, however, fixed low on the assumption that there would be some set-back to traffic consequent on the increase in rates. A gross revenue of Rs. 16,77 lakhs was accordingly provided in the Budget Estimates and assigning Rs. 11,84·55 lakhs for Working Expenses, the net receipts were anticipated as Rs. 4,92·45 lakhs. After payment of Rs. 69·38 lakhs as interest charges to General Revenues, a net profit of Rs. 4,23·07 lakhs was expected. The actual revenue amounted to Rs. 19,30·33 lakhs and after the deduction of working expenses (Rs. 14,08·81 lakhs) and interest charges (Rs. 69·83 lakhs), there arose a net profit of Rs. 4,51·69 lakhs against the anticipated net profit of Rs. 4,23·07 lakhs.

The profit for 1942-43, which exceeded the anticipated amount by Rs. 28·62 lakhs and the corresponding figure for 1941-42 by Rs. 1,11·06 lakhs, was the largest made in a single year since 1925-26 when the accounts of the Department were first placed on a commercial basis.

After the Budget Estimate for 1942-43 was passed, an unexpected rise in traffic took place and the gross revenue for the year exceeded the original estimates by Rs. 2,53·33 lakhs.

There was also increase in working expenses mainly due to the increased activities of the Department, particularly the development of Telegraph and Telephone communications necessitated by the war, the need for maintaining assets at a high standard of efficiency during the war, the grant of dearness allowance at enhanced rates and of war bonus and Air Raid Precaution allowances in emergency areas, execution of Air Raid Precaution works, introduction of Airgraph Service and rise in prices of materials. A supplementary grant of Rs. 1,02·92 lakhs was obtained from the Legislature in March 1943. This would have more than covered the excess in the actual working expenses; but as a lump sum contribution of Rs. 1,50 lakhs was decided to be made to the Renewals Reserve Fund, there was an uncovered excess of Rs. 1,21·34 lakhs. Larger expenditure of a capital nature chiefly contributed to an excess of 0·45 lakh in the interest charges of the Department.

The annual contribution to the Renewals Reserve Fund (for the depreciation of wasting capital assets) was fixed by Government at Rs. 23·05 lakhs for the two years 1939-40 and 1940-41. On account of the substantial expansion of the capital at charge, which was anticipated as a result of the development of the activities of the Department and of the rising proportion of withdrawals from the Fund to meet larger demands for replacements by apparatus of modern type, specially in respect of Telephones and Radios, it was decided by Government to raise the annual contribution to Rs. 25 lakhs from 1941-42. As there was a much larger withdrawal from the Fund in the year 1942-43 and larger withdrawals were anticipated in future years, Government decided in August 1943 that, in addition to the annual contribution of Rs. 25 lakhs, a lump sum contribution of Rs. 1,50 lakhs should be made to the Fund in 1942-43 by way of its replenishment out of the accumulated surplus of the Department at the end of 1942-43. The amount debited to the Fund for expenditure on renewals and replacements as well as for sold and abandoned assets was Rs. 39·84 lakhs during the year leaving a balance of Rs. 3,27·74 lakhs at the credit of the Fund.

Compared with the actuals of the previous year, the Revenue Receipts and Working Expenses increased by Rs. 3,40·90 lakhs and Rs. 2,27·40 lakhs respectively. Interest charges also increased by Rs. 2·44 lakhs. As in the two earlier years, the increase in revenue was mainly due to more traffic and the operation of higher rates. The increase in expenditure under working expenses was chiefly due to a special lump sum contribution to the Renewals Reserve Fund (Rs. 1,50 lakhs); grant of dearness allowance at enhanced rates; payment of war bonus in specified areas and other allowances (Rs. 48 lakhs); contingent and other expenditure including expenditure under stamps, post-cards, printing and stationery and charges for airgraph reproduction (Rs. 29 lakhs); pay charges (Rs. 20 lakhs); pensionary and audit charges (Rs. 4 lakhs); expenditure on maintenance of assets (Rs. 15 lakhs); freight on issue of stores (Rs. 4 lakhs); and net increases under other heads (Rs. 5 lakhs). The increases were partly counter-balanced by two important decreases in expenditure on account of increased credits to working expenses of overhead charges on capital and renewal works (Rs. 38 lakhs) and suspension of the payment of contribution for the Empire Air Mail Scheme (Rs. 9 lakhs). The increase in interest charges was mainly due to increase in capital outlay and in the balance of stores.

Out of the profit of Rs. 4,51·69 lakhs earned by the Department, Rs. 2,00 lakhs, representing the proceeds from the increased rates introduced in December, 1940 and April, 1942, were contributed outright to General Revenues. The balance of Rs. 2,51·69 lakhs was added to the surplus of Rs. 4,14·31 lakhs brought forward from the previous year's accounts to give an aggregate surplus of Rs. 6,66 lakhs. In conformity with the decision of Government, rebate of interest will, however, be allowed to the Posts and Telegraphs Department on a maximum of Rs. 1,00 lakhs of this surplus.

(iii) Irrigation

9 Irrigation works are classified as Productive or Unproductive according as the net revenue (gross revenue less working expenses) derived from each work on the expiry of ten years from the date of closure of the construction estimate, covers or does not cover the prescribed annual interest charges on the capital invested The productivity test involves some *pro forma* adjustments which do not appear on the face of the Government Accounts

I —Productive Works

The Lloyd Barrage and Canals Construction (Khirtar Branch) irrigates lands in the Nasirabad Section of the Baluchistan territory The Central Government bears the proportionate share of the capital cost and working expenses incurred by the Government of Sind on the Lloyd Barrage and Canals Construction Scheme The share is determined on certain agreed formulæ The irrigation revenues pertaining to the Nasirabad Section are retained as Central revenues The project was completed in 1933

The following table summarises the financial results of the Nasirabad Section —

	1941 42	1942 43
(1) Capital outlay to end of the year	1 08 81	1 08 96
(2) Gross receipts	3 36	3 75
(3) Working expenses	1 73	2 13
(4) Net revenue excluding interest	1 63	1 62
(5) Interest on capital	4 71	4 45
(6) Net profit (+) or loss (—)	—3 08	—2 83
(7) Percentage of profit or loss to capital outlay	2 83 (Loss)	2 60 (Loss)

The percentage of loss during 1942 43 is less than that in 1941 42 owing chiefly to decrease in interest charges

II —Unproductive Works

The financial results of the Unproductive Works in Central Areas are summarised in the following table —

	Ajmer Merwara		Baluchistan	
	1941 42	1942 43	1941 42	1942 43
(1)	(2)	(3)	(4)	(5)
(1) Capital outlay to end of the year	28 44	28 44	35 59	35 61
(2) Gross receipts	1 08	67	45	95
(3) Working expenses	90	58	57	61
(4) Net revenue excluding interest	18	9	—12	34
(5) Interest on capital	95	95	1 31	1 28
(6) Net profit (+) or loss (—)	—77	—86	—1 43	—94
(7) Percentage of profit or loss to capital outlay	2 7 (Loss)	3 01 (Loss)	4 02 (Loss)	2 63 (Loss)

Ajmer Merwara —These works are all irrigation tanks The decrease in the gross receipts during the year under review as compared with the year 1941 42 is due to the fact that the tanks were full and no area in the bed of the tanks was irrigated

Baluchistan —The increase in gross receipts during the year under review as compared with the year 1941 42 is due to more area brought under cultivation consequent on the timely rainfall revision of rates of distribution of revenue between Revenue Department and Irrigation Department and rise in the prices of grains, etc

REVIEW OF DEBT POSITION.

STATEMENT OF BORROWINGS.

10. The following statement shows the debt position of the Central Government at the beginning and close of the year under review :—

Nature of Debt. 1	On 1st April, 1942. (2)	On 31st March, 1943. (3)	Difference (+) or (—) (4)
Rupee Debt (in Lakhs)—			
Permanent Debt	6,14,88	7,52,01	+1,37,13
Floating Debt	1,36,98	2,64,70	+1,27,72
Unfunded Debt	1,89,14	1,89,49	+ 35
Total Rupee Debt ..	9,41,00	12,06,20	+2,65,20
Sterling Debt (in £000)—			
Permanent Debt	155,200	65,912(a)	—89,288(a)
Unfunded Debt	2,826	2,785	—41
Total Sterling Debt ..	158,026	68,697	—89,329
The same converted into lakhs of Rupees at £ 1= Rs. 13⅓	2,10,70	91,60	—1,19,10
Total Debt— (in lakhs of Rupees) (Rupees and Sterling)	11,51,70	12,97,80	+1,46,10
Deduct—Outstanding loans and advances made by the Central Government to Provincial Governments, Indian States, etc. ..	1,36,92	1,29,87	—7,05
Total of Debt, Rupee and Sterling expressed in lakhs of Rupees	10,14,78	11,67,93	+1,53,15

It will be seen from the statement above that there has been an increase of

Rs.	
1,37,13	Lakhs under Permanent Debt—Rupee Debt.
1,27,72	Lakhs under Floating Debt, India.
35	Lakhs under Unfunded Debt (India).
2,65,20	Lakhs

and a reduction of

1,19,05	Lakhs under Permanent Debt—Sterling Debt.
5	Lakhs under Unfunded Debt (England)
1,19,10	Lakhs

resulting in the net increase of total debt (Rupee and Sterling) by Rs. 1,46,10 lakhs.

There has also been a reduction of assets by Rs. 7,05 lakhs (excess of recoveries over disbursements) in the amount of outstanding loans and advances by the Central Government to Provincial Governments, Indian States, etc. As a result the aggregate outstanding debt of the Central Government has increased by Rs. 1,53,15 lakhs from Rs. 10,14,78 lakhs to Rs. 11,67,93 lakhs. Securities amounting to Rs. 60,44 lakhs held by the Government themselves in their Cash Balance Investment Account and Rs. 40 crores paid to His Majesty's Government in repayment of the Railway Annuities (*vide* paragraph on the Repatriation of Sterling Debt) which amount now appears under public debt for accounting reasons only may, however, be treated as a set off against the total liability of Rs. 11,67,93 lakhs.

(a) A sum of £2,500,000 on account of debenture stocks of the B. and N. W. Railway, the liability in respect of which was assumed by the Secretary of State on the termination of the contract with the Company on the 1st January, 1943, has been treated as permanent debt incurred during the year. Out of the total amount, £1,525,000 was, however, brought to account without a financial adjustment.

Permanent Debt—Rupee Debt.—The Indian Defence Savings movement launched in 1940 continued to dominate the loan programme of the Central Government and all the avenues created for the investment of money by the public were kept open during the year under review.

The Three Year Interest Free Defence Bonds which also continued to be available on tap brought in a total subscription of Rs. 37 lakhs. The total sale of the Defence Savings Certificates amounted to Rs. 2,02 lakhs while the deposits in the Defence Savings Provident Fund and Post Office Defence Savings Bank amounted to Rs. 63 and Rs. 30 lakhs respectively.

The Second Defence Loan (3 per cent Loan, 1949-52) which was closed on the 14th February, 1942 was followed in July, 1942 by the Third Defence Loan which is a re-issue of the 3 per cent Loan, 1951-54 raised in 1935. The issue was at par and was kept on tap. Securities of the Three Year Interest Free Defence Bonds purchased during the intervening period between the closing of the Second Defence Loan and the opening of the Third were made eligible for conversion into this issue. The total subscriptions to this issue as accounted for up to end of March, 1943 amounted to Rs. 40,29 lakhs.

In addition to the subscriptions to the Defence Loans, there was a steady investment of new money in Government Loans through the machinery created and developed in connection with the Repatriation of Sterling Debt. Opportunities were available to the public for investing in a variety of Government Loans consisting of counterparts of the repatriated stocks or the re-issue of the existing rupee loans into which some of these were converted. The total of such investments was Rs. 47,37 crores during the year. In October, 1942 there was a special re-issue of the 3 per cent Loan, 1963-65 for Rs. 15 crores in connection with the funding of liabilities in respect of the Railway Annuities. The issue price was fixed at Rs. 95 for every Rs. 100 nominal. The list of subscription was opened on the 3rd October, 1942 and closed on the 15th October, 1942. Subscriptions from the public amounted to Rs. 3,41,47,200 and the balance Rs. 11,58,52,800 was taken up by the Reserve Bank against cancellation of an equivalent amount of *ad hoc* Treasury Bills from its holdings.

The total receipts from the various Defence Loans, investment in the rupee counterparts and the special issue of the 3 per cent Loan, 1963-65 amounted to Rs. 1,05,98 lakhs during the year as detailed below :—

	(In lakhs of Rupees) Rs.
1. Three per cent. Loan, 1951-54 (Third Defence Loan)	40,29
2. Three Year Interest-Free Defence Bonds	37
3 Defence Savings Certificates	2,02
4. Defence Savings Provident Fund	63
5. Post Office Defence Savings Bank	30
6. Sale of Rupee counterparts	47,37
7. Three per cent. Loan, 1963-65 (Special Issue)	15,00
	1,05,98

Taking into account the net increase on account of the sale of Treasury Bills (Rs. 1,27,72 lakhs) the total borrowing of the Central Government averaged nearly Rs. 20 crores a month during the year.

Repayment, Conversion and Cancellation of Loans.—The 5 per cent Loan, 1942-47 fell due for repayment on the 15th June, 1942 and a sum of Rs. 28,91,200 was repaid in cash during the year. Rupee counterparts of the repatriated Sterling Stocks considered as surplus amounting to Rs. 72 lakhs were a[illegible] the year.

The outstanding balance amounting to Rs. 1,67,575 of the $5\frac{1}{2}$ per cent War Bond 1922 which were notified for discharge in 1922 was credited to revenue during t year under review on the expiry of the prescribed period of 20 years after which t unclaimed balance of loans is written off the debt account.

The new issues, repayments, cancellations and the write-off detailed above t gether with the normal repayment of other loans in course of discharge (Rs. 11 lakh and the reduction of debt resulting from the conversion of a portion of 3 per cent Lo into $3\frac{1}{2}$ per cent Loan (Rs. 1 lakh) accounted for the increase in the permane rupee debt by Rs. 1,37,13 lakhs as detailed below :—

Additions.	In lakhs of Rs.	Reductions.	In lakhs of Rs.
(1)	(2)	(3)	(4)
(A)— New Loans issued—			
(1) Three Year Interest-Free Defence Bonds	37	5 per cent Loan, 1942-47 discharged in cash	2
(2) 3 per cent Loan, 1951-54 (2nd issue) (Third Defence Loan)	40,29	Loans in course of discharge ..	1
(3) 3 per cent Loan, 1963-65 (Special Issue)	15,00	$5\frac{1}{2}$ per cent War Bonds, 1922 written-off	2
	55,66		
		Conversion of 3 per cent into $3\frac{1}{2}$ per cent Loan	
(B) Rupee Securities created under the Repatriation Scheme ..	82,62	Rupee counterparts cancelled ..	7:
Total A + B. ..	1,38,28	(C)	1,1:

Net addition A + B —C= Rs. 1,37,13 lakhs.

Permanent Debt—Sterling Debt.—No new loan was floated during the year bu there was an addition of £2,500,000 (*a*) to the sterling debt on account of the Deben ture Stock of the Bengal and North Western Railway, the liability of whic was assumed by the Secretary of State on the termination of the contract with th Company on the 1st January, 1943.

The unsurrendered balance of the 5 per cent Stock, 1942-47 fell due for repaymen on the 15th June, 1942 and stocks of the value of £228,345 were repaid in cash. Th $3\frac{1}{2}$ per cent stock, notice for the redemption of which was given by the Secretary of Stat in the previous year was also repaid during the year in cash to the extent o £7,489, 818.

Repatriation of Sterling Debt. (*a*) *India Stocks*—The bulk of the paymen respect of the $2\frac{1}{2}$ per cent. and 3 per cent. undated Sterling Stocks vested i December, 1941 was effected in March, 1942. No rupee counterparts were issue and the entire rupee finance was raised in the first instance by means of *ad ho* treasury bills issued in favour of the Reserve Bank. Stray lots of the vested stocks both terminable and non-terminable were acquired during the year and there were also open market purchases mainly of the $3\frac{1}{2}$ per cent. non-terminable stocks, th total nominal value involved being £15·22 million (*b*) and the actual cost, Rs. 19 6 lakhs. Against these as well as against $3\frac{1}{2}$ per cent. stocks redeemed on the norma date, rupee counterparts were created to the extent of Rs. 82·62 crores.

(*a*) Out of the total of £2,500,000, debenture Stocks for £2,420,000 were acquired during th year under the scheme of Repatriation of Railway Debenture stocks leaving an outstandin balance of £80,000 *vide* para on Repatriations of sterling Debt—(b) Railway Debentures and Railwa Annuities.

(*b*) The actual adjustment in the Secretary of State's Accounts is £15,230,264 which include £4,700 actually acquired in 1941-42 but accounted for in the accounts for 1942-43.

With the redemption of the 3½ per cent stock in January 1943, the scheme of the Repatriation of Sterling Debt so far as the India Stocks were concerned was virtually completed leaving only a balance of £11 790 187 which represents stocks which fell beyond the scope of the vesting orders and which had not been surrendered in exercise of the option given to the holders or which had not yet been redeemed owing to the non presentation of claims

(b) *Railway Debentures and Railway Annuities* —The continued availability of sterling enabled the Government to fund their outside obligations in respect of Railway Annuities by arrangement with His Majesty's Government and with their co-operation once again to repatriate Railway Debenture Stocks which on the 1st April, 1942 stood at £29,333,727 (a) and £28 160,766 (b) respectively

In regard to the Railway Annuities the Central Government have entered into an agreement with His Majesty's Government whereby in return for an immediate lump sum capital payment of £30,054 250 (Rs 40 crores) His Majesty's Government have undertaken to make available to the Central Government sums equal to the instalments of the several annuities as and when they fall due so that the Central Government may continue to discharge their legal obligations unimpaired during the whole currency of their liabilities As the aggregate (of capital and interest) amount of annuity payments still to be made would amount to £34,114 654 the payment by the Central Government represents in effect an investment at 2¼ per cent. realisable by varying instalments over a period This portion of the sterling debt may, therefore, be regarded as cleared although for accounting reasons, the capital portion of the debt will continue to appear under Public Debt till the final instalments of the annuities are paid off in 1959

In giving effect to this arrangement in the first instance *ad hoc* treasury bills for Rs 30 crores were created and held in the Issue Department of the Bank in place of the bulk of the sterling paid out the balance of Rs 10 crores being met by Ways and Means Advances To assist in the financing of this operation a special issue of the 3 per cent Loan 1963 65 for Rs 15 crores was floated in October, 1942 (*vide* paragraph on Rupee Debt)

In the case of the Railway Debentures the procedure adopted was the same as in the case of the India Stocks *viz* open market purchase followed by compulsory acquisitions of the Debentures by issue of vesting orders both in England and in India whereby all residents in the United Kingdom and in British India holding any of the Railway Debentures specified in the vesting orders were required to surrender them at prices fixed in the order which were based on the market price on the date of vesting order plus some compensation for the slight inevitable delay in actual payment In regard to the 3½ per cent Debenture Stocks of the E I G I P. and B B and C I Railways the Secretary of State gave a year's notice of redemption on the 4th February 1944 as it was considered that the vesting procedure would be inappropriate in the case of these debentures Out of a total debt of £28 160,766, £16 508,329* were thus acquired during the year at a total cost of Rs 21,51,41,970 leaving a balance of £11,652 437 out of which the three 3½ per cent debentures referred to above amounted to £10,368 071

(a) Capital portion only

(b) £2 500 000 added on 1st January 1943

*These do not include the purchase of £4 013 100 stocks at a cost of Rs 5 45 52 225 of Railway Companies working state lines the interest of which is guaranteed by the Secretary of State but they are not in the nature of direct obligations incurred by him and are not therefore included in the Public Debt of the Central Government

The total transactions under sterling debt during the year under review are summarised below :—

Addition to Debt.	*Reduction in Debt.*	
		£
£2,500,000 (on account of purchase of the B. and N. W. Railway).	By redemption of 5 per cent stock, 1942-47	228,345
	Do 3½ per cent stock, 1931	57,489,818
	By open market purchase and acquisition of stray lots of vested stocks	15,230,264(*a*)
	Acquisition of Railway Debentures	16,508,329(*b*)
	Annual Instalments of the Railway Annuities (Capital portion) ..	2,331,182
		91,787,938
		2,500,000
	Net reduction of sterling Debt ..	89,287,938

The statement below shows the position of the Sterling Debt as on the 31st March, 1943 compared with that on the 31st March, 1939, the year before the repatriation operations were started.

	Balance on 31st March 1939.	Balance on 31st March 1943.
	£	£
Sterling Stocks	272,720,578	11,790,187
Railway Debentures	24,660,766 +3,500,000 (since added on account of B. B. & C. I. & B. and N. W. Rlys.)	11,652,437
Capital portion of the Railway Annuities	35,863,238	27,002,544
Unexpired liability for British Government 5 per cent War Loan, 1929-47 taken over by India	15,466,928	15,466,928
	352,211,510	65,912,096

It will thus be seen that some £300 million of Sterling debt have been repatriated since the outbreak of the War.

As already explained, the equivalent of the Railway Annuities has been deposited with His Majesty's Government. This portion of the debt may, therefore, be treated as cleared. The total sterling debt, therefore, practically stood at about £39 million on the 31st March, 1943 as compared with £352 million on the 31st March, 1939.

(*a*) The actual acquisition during the year is for £15,225,564. For the difference of £4,700 *vide* footnote (*b*) on page 22.

(*b*) Includes £2,420,000 on account of Bengal and North Western Railway, *vide*, footnote (*a*) on page 22.

Unfunded Debt.—There was a net increase of Rs. 35 lakhs during the year under unfunded debt in India. The position in respect of the main items under the heads is stated below :—

Savings Bank Deposits.—The rate of interest on Post Office Savings Bank Deposits remained unchanged at 1½ per cent per annum. The total deposits during the year were Rs. 22,98 lakhs against Rs. 22,74 lakhs during 1941-42 and Rs. 26,28 lakhs in 1940-41. The total withdrawals during the year were Rs. 22,84 lakhs against Rs. 30,18 lakhs in 1941-42 and Rs. 45,09 lakhs in 1940-41. There has been a net receipt of 15 lakhs during the year against net outgo of Rs. 7,44 lakhs during 1941-42 and Rs. 18,81 lakhs in 1940-41. The total deposits under the Indian Post Office Defence Savings Bank started in 1941 were Rs. 30 lakhs during the year as against Rs. 11 lakhs in 1941-42. These deposits bear interest at the rate of 2½ per cent per annum free of income tax, *i.e.*, 1 per cent higher than the existing rate on ordinary Postal Savings Bank accounts and are not ordinarily withdrawable till one year after the termination of the war.

[illegible] of the Post [illegible] er cent com- [illegible] during the year amounted to Rs. 3,76 lakhs as against Rs. 3,97 lakhs in 1941-42 and Rs 4,89 lakhs in 1940-41. Encashments during the year were Rs. 8,20 lakhs against Rs. 11,94 lakhs in 1941-42 and Rs. 14,93 lakhs in 1940-41. The net outgo under this head was Rs. 4,44 lakhs in the year under review against Rs. 7,97 lakhs in 1941-42 and Rs. 10,04 lakhs in 1940-41.

Post Office Ten Year Defence Savings C[illegible] for a complete period of ten years continued [illegible] interest free of income tax. The total sa[illegible] the year as against Rs. 2,81 lakhs in 1941[illegible] cashments during the year were Rs. 81 lakhs against Rs. 75 lakhs in 1941-42 and Rs. 12 lakhs in 1940-41.

State Provident Funds.—The net receipts under these heads amounted to Rs. 2,78 lakhs during the year under review. The balance on the 31st March, 1943 stood at Rs. 83,96 lakhs against Rs. 81,18 lakhs on the 31st March, 1942.

Other Accounts.—The net receipts under these heads amounted to Rs. 40 lakhs during the year under review. The balance on the 31st March, 1943 stood at Rs. 10,43 lakhs against Rs. 10,03 lakhs on the 31st March, 1942.

Floating Debt.—The total of the Treasury Bills outstanding at the end of the year was Rs. 2,64,70 lakhs compared with Rs. 1,36,98 lakhs at the close of the year 1941-42 resulting in an increase of Rs. 1,27,72 lakhs. Among the factors responsible for this marked increase in the Treasury Bill debt may be mentioned (*i*) the further deterioration in the revenue position (*ii*) the need to provide for the defence capital expenditure and (*iii*) the financial operations connected with the funding of the Railway Annuities and the acquisition of Railway Debentures. The Government had also to borrow Rs. 1,64 crores from the Reserve Bank of India, during the year as Ways and Means Advances as compared with Rs. 1,03 crores borrowed in the previous year. Repayment of these advances was, however, fully made during the year.

Cash Balance.—The Cash Balance at the end of the year was Rs. 18,23 lakhs against Rs. 15,91 lakhs at the end of 1941-42 resulting in an increase in the Cash Balance by Rs. 2,29 lakhs.

The statement below shows how the net addition to the outstanding debt of the Central Government (Rs. 1,51,12 lakhs) and the net receipts under 'Deposits and Advances' (Rs. 33,99 lakhs) have been utilised.

Receipts.	In lakhs of Rupees.		*Disbursements.*	In lakhs of Rupees.
Increase in Debt	..(a) 1,51,12			
Deposits and Advances (Net)—			Revenue Deficit ..	1,11,78
Depreciation Reserve Fund, Railways ..	30,64		Capital expenditure outside the Revenue Account (mainly for Defence purposes)	78,12
Sinking Fund for Central Loans	95			
Other Appropriations	2,05			
Railway Reserve Fund..	2,16			
Renewal Reserve Fund (P. & T.) ..	1,35			
Other Deposits bearing interest	1,23			
Civil Deposits..	2,23		Remittances	(b)—12,19
Other Deposits	8,16		Transfer of Cash between England and India	(c)5,11
Transactions connected with the War ..	15,42			
Other Accounts	7,64		Addition to Cash Balance ..	*2,29
Advances	—6,78			
Purchases and Sales of Silver	13,35			
Suspense	—43,81			
Telephone Development Fund	—1,68			
Miscellaneous Items (Net)	1,08			
		33,99		
Total		1,85,11		1,85,11

SERVICE OF DEBT.

(i) Interest on debt and other obligations.

11. The total amount paid by the Central Government during the year out of its current revenue on account of interest charges on its debt and on certain other obligations, such as deposits in the Depreciation Reserve and other Reserve Funds of Railways and other commercial departments and undertakings, etc., was Rs. 40,34 lakhs distributed broadly as under :—

	(In lakhs of Rupees)
(1) Interest on Ordinary Debt (Including Floating Debt)	31,00
(2) Interest on Unfunded Debt which consists, mainly of Provident Funds of Government servants, Savings Bank Deposits and Post Office Cash Certificates, etc.	6,07
(3) Interest on other obligations..	3,27
	40,34

A substantial portion of the Central Government's debt was incurred for the benefit of Railways and other commercial departments and undertakings for financing their capital expenditure and a share of the interest charges is transferred to the debit of these Departments. Similarly, interest paid by the Provincial Governments on the outstanding balances of advances made to them from time to time out of the borrowed money, is taken in reduction of the gross interest charges. The total recovery on both these accounts came to Rs. 33,17 lakhs in 1942-43. The details of these charges will be found in account No. 5 of this report.

Taking into account the recoveries mentioned above and the interest portion of equated payments on account of commuted value of pensions (Rs. 20 lakhs

(a) Actual increase in debt is Rs. 1,53,15 lakhs which takes into account Rs. 2,03 lakhs epuivalent of £1,525,000 taken into loan balance without financial adjustment *vide* foot note (a) on page 20.

*Cash Balance on 1st April 1942	.. 15,94,00,026
Cash Balance on 31st March 1943	.. 18,23,15,467
Increase ..	2,29,15,441

(b) The credit in 1942-43 is due principally to adjustment of the outstanding debit in England in 1941-42.

(c) Represents payment to the Reserve Bank in respect of sterling drawn by the Secretary of State on the 31st March 1942.

which is also taken in reduction of gross interest, the net burden which fell on the Central Civil Estimates during the year under review was roughly Rs. 6,97 lakhs. Against this, the Government received interest on certain accounts which amounted to Rs. 86 lakhs in the year under review. This includes receipts on account of interest (i) on Loans and Advances by the Central Government to other than Provincial Governments (Rs. 37 lakhs) (ii) on Silver Redemption Reserve holdings (Rs. 36 lakhs) and (iii) on the Deposit with His Majesty's Government of the money in connection with the funding of the Railway Annuities *vide* paragraph on Repatriation of Sterling Debt (Rs. 11 lakhs).

(ii) *Reduction or Avoidance of Debt.*

12. Under the Scheme of Debt Redemption originally adopted by the Central Government for five years from 1925-26 to 1929-30 which, with certain minor changes, continued to operate till 1932-33, the annual charge against the Central Revenues for the purpose of making provision for reduction or avoidance of debt was to consist of :—

(1) A sum of Rs. 4 crores plus

(2) a sum representing one eightieth of any excess in the total of the debt outstanding at the end of the preceding year over the total outstanding on the 31st March, 1923.

This annual charge was, according to the scheme, to be applied towards meeting the following expenditure of an obligatory character involving actual redemption of debt :—

(a) Railway Sinking Funds in operation,

(b) Depreciation Funds of $1\frac{1}{2}$ per cent., on the existing 5 per cent. Rupee loans for which Sinking Funds were established,

(c) The Capital portion of the liabilities assumed in respect of the British 5 per cent. War Loan, 1929-47, and

(d) The capital portion of Railway annuities.

The actual provision in 1924-25, the year before the scheme was applied, was Rs. 3,78 crores and in 1932-33 the amount had risen to Rs. 6,84 crores. In 1933-34, however, the Central Government with the concurrence of the Secretary of State for India, decided to reduce the provision to a round sum of Rs. 3 crores only in view of the strengthening of the general financial position.

This reduced provision was to be regarded as covering the obligatory charges mentioned in (a) and (b) above and a part of (d) i.e., the Capital portion of Railway annuities.

As, however, the obligatory charges at (a) have practically been met by the repatriation of sterling debt it has been decided to utilise the total provision of Rs. 3 crores for the charges at (b) and part of (d) from the year under review.

This sum of Rs. 3 crores has been charged to Revenue during 1942-43 and has been shown in the Appropriation Accounts of Grant No. 11-Interest on Debt and Other Obligations and Reduction or Avoidance of Debt against subheads N and O.

The details are given below :—

		Rs.
(i)	[illegible]	95,04,000
(ii)	[illegible]	2,04,96,000
	Total ..	

The appropriation to the Depreciation Fund of the 5 per cent. Rupee Loan was made in accordance with the undertaking given by the Central Government at the time of the flotation of the loan.

No payment was made during the year in respect of Item (c) *i.e.*, annual payment in reduction of India's outstanding liability in respect of the British War Loan.

The amount shown under subhead N. corresponding to item (*i*) represents expenditure in India while that under O. corresponding to item (*ii*) as detailed above, represents expenditure booked in the Secretary of State's Accounts.

All these payments have been examined in audit and found to be in order.

In addition to the amount mentioned above, the following amounts were also debited to Revenue :—

	Rs.
(1) Discount on Loans debited to the major head, ' 22-Interest on Debt and Other Obligations '	99 lakhs
(2) Write back of the amount from the Capital major head ' 83-Payments of Commuted Value of Pensions ' to the Revenue Section of the Accounts ..	63 lakhs
Total ..	1,62 lakhs

These adjustments virtually amounted to a further appropriation from revenues for reduction or avoidance of debt.

The question of increased provision for reduction or avoidance of debt more in keeping with the size of Capital Debt, was raised by the Public Accounts Committee on more than one occasion. The Committee recommended that the Finance Department should examine whether in addition to the annual provision of Rs. 3 crores for reduction or avoidance of debt, there should not be a separate provision for amortisation of the Railway Debt, once the first quinquennium of the Niemeyer Award is over. In view, however, of the prevailing deficit budgets on account of the war, the Central Government decided to postpone consideration of this question till a more suitable occasion. The Public Accounts Committee considered the question again in their meeting of 1942. They agreed that, so long as the war lasts, the implementing of their recommendations is not practicable. They, however, desired that this important matter should not be lost sight of but be pursued after the war.

LOANS AND ADVANCES BY THE CENTRAL GOVERNMENT.

13 The transactions under this head and the balances outstanding at the beginning and the end of the year are given in the following table .—

Heads of account	Balance on 1st April, 1942	Advances made in 1942 43	Total.	Recoveries in 1942 43	Balance on 31st March, 1943
(1)	(2)	(3)	(4)	(5)	(6)
Advances to Provincial Governments	1,18,50,74	4,66,84	1,23,17,58	12,06,08	1,11,11,50
Advances to Crown Representative	23,93	5,87	29,80	5,61	24,19
Loans to Indian States	9,23,81	2,15	9,25 96	1,21,76	8,04,20
Loans to Local Funds, etc ..	8,90,02	2,03,71	10,93,73	54,41	10,39,32
Loans to Government Servants	3,81	9,94	13,75	6,18	7,57
Total	1,36,92,31	6,88,51	1,43,80,82	13,94,04	1,29,86,78

Advances to Provincial Governments —This head records the loans to the Provincial Governments including the balances of their liabilities to the Provincial Loans Fund on the 31st March, 1937, which had not been cancelled under the scheme for the decentralisation of balances and the cancellation and consolidation of debt on the introduction of Provincial Autonomy Advances to the Coorg Administration and the advances to the Government of Bengal for meeting expenditure on Air Raid Precautions are also included under this head

Advances to Crown Representative —This head records the advances required by the Crown Representative for making loans to Indian States, Notabilities, etc , and the recoveries thereof

Loans to Indian States —This head records (i) the balances of and the transactions in connection with the loans granted by the Central Government prior to the 1st April, 1937, and (ii) loans to Indian States subsequent to that date in pursuance of direct arrangement with the States—in most cases a business one

Out of the total outstanding balance of 8,04,20, a sum of 7,64,43 represents the amount due from the Bahawalpur State.

The outstanding balance of 1,70 against two Indian States in the North-West Frontier Province is free of interest

Loans to Local Funds, etc —This head includes advances of the following classes :—

	Balance on 31st March 1943.		Balance on 31st March 1943
Loans to Major Port Trusts and Port Funds . . .	6,99,02	Loans to Landholders and other Notabilities . ..	33
Loans to Municipalities .	81,16	Advances to Cultivators	23,57
Regimental and Other Loans ..	62,47	Advances under Special Laws .	42,48
Loans to District and other Local Fund Committees .	73,40	Miscellaneous Loans and Advances ..	56,89
			[illegible]

GUARANTEES GIVEN BY THE CENTRAL GOVERNMENT IN RESPECT OF LOANS RAISED BY PROVINCIAL GOVERNMENTS, RAILWAY COMPANIES, LOCAL BODIES, ETC.

14. The Statement below shows Capital or Loans raised by the Railway Companies, owning certain branch lines, interest on which has been guaranteed by Government. It does not include the share capital and debentures contributed by Railway Companies towards outlay on certain State Railways worked by those Companies on which also interest is guaranteed by Government. The liabilities in all the above cases are not, however, of the nature of direct obligations incurred by Government and therefore not considered as part of the public Debt.

Railways. (1)	Particulars of loan. (2)	Rate of Interest. (3)	Actual amount of loan raised on which gurantee has been given by the Government. (4)
			Rs.
1. Futwa-Islampur ..	Share capital ..	3½ %.	11,50,000
	Loans	3½ % plus ½ % commission to the Managing Agents.	34,855
	Do.	5 %.	7,50,000
2. Dasghara-Jamalpurganj (Bengal Provincial).	Share capital ..	4 % of which 3½ % guaranteed by Government and ½ % by Bengal Provincial Railway.	3,34,000
	Loans	6 %.	3, 370
3. Ahmadpur-Katwa ..	Share capital ..	3½ %.	17,24,000
	Debentures ..	3¾ %.	3,00,000
	Loans	Imperial Bank rate (now 3½ %)	69,897
4. Bankura-Damodar River	Share capital ..	3½ %.	34,00,000
	Debentures ..	3¾ %.	4,00,000
	Overdraft ..	Imperial Bank rate (now 3½ %)	2,32,610
5. Burdwan-Katwa ..	Share capital ..	3½ %	17,80,000
	Debentures ..	3¾ %.	3,50,000
6. Kalighat-Falta ..	Share capital ..	3½ %.	19,50,000
	Debentures ..	4½ %.	3,00,000
	Do.	4 %.	1,50,000
7. Chaparmukh-Silghat ..	Share capital ..	3½ %.	31,00,000
	Loans	5 %.	1,50,000
	Do.	3½ %.	1,00,000
	Do.	4 %.	17,152
8. Katakhal Lala Bazar	Share capital ..	3½ %.	8,91,100
	Debentures ..	4 %.	6,50,000
		Total ..	1,78,36,984

SUMMARY OF GENERAL FINANCIAL POSITION

15 The military developments consequent on the fall of Burma brought the imminent danger of invasion to the Eastern Frontier of India and necessitated further substantial increase in all the three arms of the Defence Services — particularly

[illegible]

as against Rs 13 crores in the year 1941 42 Despite the imposition of further direct and indirect taxation and handsome contribution from the two Commercial Departments—the Indian State Railways and the Indian Posts and Telegraphs Departments, the huge deficit had mainly to be covered by borrowing which added considerably to both the permanent and floating debts of the country

The loan programme of the Central Government during the year was dominated by the Indian Defence Savings Scheme launched early in 1940 The total amount of loan including the Defence Loans received during the year was Rs 106 crores while the increase in the sale of Treasury Bills amounted to Rs 128 crores The borrowing averaged nearly Rs 20 crores a month during the year

The total gross debt of the Central Government at the end of the year including unfunded debt was Rs 1,298 crores of which sterling obligations accounted for [illegible] Govern- [illegible] The [illegible] gainst Rs 1,015 crores at the beginning of the year, i e, a net increase of Rs 153 crores Government of India Securities of the face value of Rs 60 crores were held at the close of the year in Cash Balance Investment Account for cancellation or sale to the public which virtually amounted to a reduction of permanent debt to that extent The Central Government have also deposited with His Majesty's Government Rs 40 crores in connection with the funding of their liabilities in respect of repayment of the Railway Annuities

By far the greater portion of the debt was, however, what may compendiously be termed productive The total net liability of Government (including Rs 14 crores on account of Capital contributed by Railway Companies) was Rs 1,182 crores Against this liability, a sum of Rs 797 crores represents capital invested in Railways, Posts and Telegraphs and Irrigation (Productive Works) This forms nearly 67 4 per cent of the total liabilities of which the largest share is absorbed by the Railways This leaves an uncovered debt of Rs 385 crores which may not be called wholly un productive, for the large Defence capital outlay cannot be deemed entirely unremunerative, as also the large outlay on Central Government property, the value of which is either not known at all in Government accounts or is shown only as non-commercial (such as the Delhi Capital Outlay) is not without value The Statement in Account No 6 shows the total progressive capital expenditure outside the revenue account

With the completion of the repatriation of sterling stock the Government [illegible] advantage of the large sterling balances available with the Reserve Bank to fund [illegible] outside sterling obligations in respect of Railway Annuities and to repatriate [illegible] way Debentures Stocks the details of which have been stated in para [illegible] The sterling debt (including unfunded debt) was reduced by [illegible] year The question of the utilisation of the sterling balances [illegible] active consideration of the Government

M490ACCR

The steadier trend of the giltedged market noticed towards the close of the year 1941-42 following the fixation in March, 1942 by Government of minimum prices of the several securities continued during the year under review, except for a temporary set back during the last week of December, 1942 when Calcutta had sporadic enemy ai raids. The 3½ per cent. rupee paper which had closed at Rs. 88-1-0 on the 31st March 1942 rose to Rs. 93 in August when the Government decided to revise further th minimum prices for Central as well as Provincial Governments securities fixed i March, 1942. An order under the Defence of India Rules was accordingly issued on th 2nd September, 1942. The revised minima were in most cases higher than those fixe earlier in March, 1942. The fixation of the minimum prices together with the organ sation for maintaining them with the Central Bank's open market operations had steadying effect. The 3½ per cent. rupee paper rose to Rs. 94 in September and bu for a temporary decline in December, continued at that level for the rest of the yea The terminable section followed the trend of the rupee paper, the closing prices o most of the securities showing improvement over the last year's closing prices.

The year under review witnessed a record expansion in the note issue. Tota notes issued stood at Rs. 655·11 crores at the end of 1942-43 compared wit Rs. 392·71 crores at the end of 1941-42. Following the Japanese occupation of Burma the Bank was relieved of its liabilities in regard to the Burma Note issue and the cor responding assets valued at Rs. 28·73 crores were transferred to the Government o India in June, 1942. The Reserve Bank of India two rupee notes were issued earl in February, 1943 with a view to relieving the growing demand for rupee coin includ ing the Government of India one rupee notes.

Under 'Deposits and Advances,' etc., the receipts exceeded the disbursements b about Rs. 41 crores. As stated in para. 10, these as well as the increase in deb (Rs. 151 crores excluding Rs. 2 crores taken to loan balance without financial adjust ment) were utilised mainly to meet the re enue deficit of the year and capital expendi ture outside the Revenue Account, thereby leaving the remainder (a little ove Rs. 2 crores) to form an addition to the cash balance of the Central Government.

During the year, interest charges on debt and other obligations amounted to Rs. 40·34 crores. Out of this, interest charges to the extent of about Rs. 33·37 crores were paid by productive enterprises or by the Provincial Governments Therefore, the actual debit to the Government of India by way of interest charges was Rs. 6·97 crores. The arrangement made by the Central Government for the amortisation of the public debt has been described in paragraph 12.

A.—GENERAL FINANCE ACCOUNTS

PART II—ACCOUNTS

No. 1.—GENERAL ABSTRACT OF RECEIPTS AND DISBURSEMENTS.

Receipts. 1	Actuals for 1942-43. 2 Rs.	Disbursements. 3	Actuals for 1942-43. 4 Rs.
REVENUE—		EXPENDITURE—	
Principal Heads of Revenue—		Direct Demands on the Revenue	5,10,57,667
Customs	25,11,70,975		
Central Excise Duties	12,79,35,874		
Corporation Tax	31,40,11,035		
Taxes on Income other than Corporation Tax	43,45,95,823		
Salt	10,91,22,798		
Opium	75,21,384		
Other Heads	1,27,52,456		
Total Principal Heads ..	1,25,71,10,345		
Railways : Net Revenue	73,75,39,399	Railways : Interest and Miscellaneous charges	53,62,70,399
Irrigation : Net Receipts	2,25,332	Irrigation	8,21,055
Posts and Telegraphs : Net Receipts	5,21,51,965	Posts and Telegraphs	69,82,747
Debt Services	85,63,579	Debt Services	9,97,18,844
Civil Administration	1,09,35,999	Civil Administration	16,75,95,045
Currency and Mint	5,25,03,810	Currency and Mint	1,74,97,670
Civil Works and Miscellaneous Public Improvements ..	76,10,189	Civil Works and Miscellaneous Public Improvements ..	3,07,12,512
Miscellaneous	2,33,73,196	Miscellaneous	4,44,18,826
Defence Receipts	3,91,79,783	Defence Services	2,18,54,23,531
Extraordinary Items	16,44,56,255	Contributions and Miscellaneous Adjustments between Central and Provincial Governments	2,76,86,463
		Extraordinary Items	30,25,76,917
		Capital Expenditure within the Revenue Account. (Details by Major Heads are given in Account No. 2)	5,95,565
Total Revenue Receipts (A) ..	2,35,36,49,852	Total Expenditure on Revenue Account (A) ..	3,47,14,17,411
Capital Outlay Outside the Revenue Account (Details by Major Heads are given in Account No. 2)	42,96,848	Capital Outlay outside the Revenue Account. (Details by Major Heads are given in Account No. 2)	78,54,81,622
Public Debt incurred	11,71,92,82,886	Public Debt discharged	10,28,16,52,765
Unfunded Debt incurred	43,08,58,238	Unfunded Debt discharged	42,78,79,806
Deposits and Advances	4,28,04,03,463	Deposits and Advances	3,94,04,69,381
Loans and Advances by the Central Government ..	13,94,03,819	Loans and Advances by the Central Government	6,88,51,083

(A) Revenue deficit during the year Rs. 1,11,77,67,559.

Remittances	13,28,81,47,671	Remittances	13,10,62,62,343
Transfer of Cash between England and India	91,80,67,436	Transfer of Cash between England and India	96,91,80,361
Total Receipts ..	33,13,41,10,213	Total Disbursements	33,11,11,94,772
Opening balance (B)	15,94,00,026	Closing balance (B)	18,23,15,467
Grand Total	33,29,35,10,239	Grand Total .	33,29,35,10,239

(B) Increase of balance during the year was *Rs. 2,29,15,441.*

o. 2.—Y OF REVENUE AND EXPENDITURE BY MAJOR HEADS.

Heads of Revenue. 1	Actuals for 1942-43. 2 Rs.	Heads of Expenditure. 3	Actuals for 1942-43. Non-voted. 4 Rs.	Voted. 5 Rs.	Total. 6 Rs.
A.—Principal Heads of Revenue—		**A.—Direct Demands on the Revenue—**			
I.—Customs	25,11,70,975	1.—Customs	*12,98,699*	75,32,826	88,31,525
II.—Central Excise Duties	12,79,35,874	2.—Central Excise Duties	*79,74,464*	10,30,589	90,05,053
III.—Corporation Tax	31,40,11,035	3.—Corporation Tax	*77,232*	31,97,993	32,75,225
IV.—Taxes on Income other than Corporation Tax	43,45,95,823	4.—Taxes on Income other than Corporation Tax	*74,158*	55,95,701	56,69,859
V.—Salt	10,91,22,798	5.—Salt	*44,84,721*	67,64,943	1,12,49,664
VI.—Opium	75,21,384	6.—Opium	*74,685*	48,12,181	48,86,866
VII.—Land Revenue	20,41,566	7.—Land Revenue	*6,35,938*	2,95,046	9,30,984
VIII.—Provincial Excise	37,97,814	8.—Provincial Excise	*94,290*	4,14,198	5,08,488
IX.—Stamps	51,87,591	9.—Stamps	*2,84,426*	46,02,874	48,87,300
X.—Forest	6,66,478	10.—Forest	*5,26,158*	9,24,870	14,51,028
XI.—Registration	1,64,061	11.—Registration	*4,255*	8,406	12,661
XII.—Receipts under Motor Vehicles Acts ..	4,72,228	12.—Charges on account of Motor Vehicles Acts	..	3,41,173	3,41,173
XIII.—Other Taxes and Duties	4,22,718	13.—Other Taxes and Duties	..	8,041	8,041
Total A.—Principal Heads of Revenue ..	1,25,71,10,345	Total A.—Direct Demands on the Revenue	*1,55,29,026*	3,55,28,841	5,10,57,867
B.—Railway Revenue Account—		**B.—Railway Revenue Account—**			
XV.-A.—State Railways—		15-A.—State Railways—			
Commercial Lines—		Commercial Lines—			
Gross Receipts	1,53,37,17,043				
Deduct—					
Working Expenses	—79,05,28,458				
Share of surplus profits paid to Indian States and Railway Companies ..	—84,14,434	Interest on Debt	*25,98,88,005*	2,47,958	26,01,35,963
Payments to worked lines	—2,75,94,625	Interest on Capital contributed by Companies and Indian States	*79,53,945*	..	79,53,945
Net Receipts ..	70,71,79,526	15-B.—State Railways—			
XV.-B.—State Railways—		Strategic Lines—			
Strategic Lines—					
Gross Receipts	2,10,37,243	Interest on Debt	*1,22,64,836*	..	1,22,64,836
Deduct—Working Expenses	—2,49,95,502	15-C.—Subsidised Companies	..	7,53,014	7,53,014
Net Receipts ..	—39,58,259	15-D.—Miscellaneous Railway Expenditure—Commercial Lines	*22,05,760*	34,54,306	56,60,066
XVI.—Subsidised Companies	6,53,202	15-E.—Miscellaneous Railway Expenditure—Strategic Lines	*58,318*	39,567	97,885
XVI-A.—[illegible]					

(b) Strategic Lines	14 04 610
Total XVI—A	3 36 64 930
Total B —Railway Revenue Account	73 75 39 399
C —Irrigation Navigation, Embankment and Drainage Works—	
XVII —Works for which Capital Accounts are kept—	
Gross Receipts	5 37 683
Deduct—Working Expenses	—3 32 081
Net Receipts	2 05 60[illegible]
XVIII —Works for which no Capital Accounts are kept	19 730
Total C —Irrigation etc	2 25 332
D —Posts and Telegraphs—	
XIX —Posts and Telegraphs—	
Gross Receipts	19 30 32 916
Deduct—Working Expenses	—14 08 80 951
Net Receipts	5 21 51,965
E —Debt Services—	
XX —Interest	85 63 570

15 G —[Return] [for] [Rail]way Depreciation Re erve Fund—Commercial Lines		16 08 18 305	16 08 18 305
Total B —Railway Revenue Account	*2[illegible] 93 [illegible]0 864*	25 38 99 535	53 62 70 399
C —Revenue Account of Irrigation, Navigation, Embankment and Drainage Works—			
17 —Works for which Capital Accounts are kept—			
Interest on capital	*6 68 527*		6,68 527
18 —Other Revenue Expenditure financed from Ordinary revenues	*34 442*	1 18 086	1 52 528
Total C —Irrigation etc —Revenue Account	*7 02 969*	1 18 086	8 21 055
D —Posts and Telegraphs Revenue Account—			
20 —Posts and Telegraphs—Interest on Debt	*69 82 747*		69 82 747
E —Debt Services—			
22 —Interest on Debt and other Obligations—			
A.—Interest on Ordinary Debt—	*23 89 68 363*	21 [illegible]2 330	24 11 30 693
(i) Rupee Debt	*6 81 44 418*	7 42 511	6 88 86 929
(ii) Sterling Debt	*5 68 68 588*	38 17 480	6 06 8[illegible] 068
B —Interest on Unfunded Debt	*3 26 93 572*		3 26 93 572
C —Interest on other Obligations			
D —Transfers—			
Deduct—Interest transferred to Commercial Departments—	*—27 21 92 987*		—27 21 92 987
Railways	*—6 68 527*		—6 68 527
Irrigation	*—90 10 801*		—90 10 801
Posts and Telegraphs	*—3 83 550*		—3 83 550
Salt	*—3 66 755*		—3 66 755
Other Commercial Departments			
Interest paid by Provincial Governments and the Government of Coorg	*—4 90,91 027*		—4,90 91 027

No. 2.—SUMMARY OF REVENUE AND EXPENDITURE BY MAJOR HEADS—*contd.*

Heads of Revenue 1	Actuals for 1942-43. 2 Rs.	Heads of Expenditure. 3	Actuals for 1942-43. Non-voted. 4 Rs.	Voted. 5 Rs.	Total 6 Rs.
		Interest portion of equated payments on account of commuted value of pensions	*—19,64,771*	..	—19,64,771
		Total Transfers	*—33,36,78,418*	..	—33,36,78,418
		Total (Net) 22, Interest, etc. ..	*6,29,96,523*	67,22,321	6,97,18,844
		23—Appropriation for Reduction or Avoidance of Debt	*3,00,00,000*	..	3,00,00,000
		Total E.—Debt services ..	*9,29,96,523*	67,22,321	9,97,18,844
F.—Civil Administration—		F.—Civil Administration—			
XXI.—Administration of Justice	2,01,877				
XXII.—Jails and Convict Settlements ..	92,626	25.—General Administration—			
XXIII.—Police	1,13,214	A.—Heads of Provinces (including Governor General, Executive Council and Ministers)	*35,25,453*	305,801	38,31,254
XXIV.—Ports and Pilotage	14,28,251	B.—Legislative Bodies	*49,905*	8,31,419	8,81,324
XXV.—Lighthouses and Lightships	8,44,848	C.—Secretariat and Headquarters Establishments	*85,93,737*	72,74,765	1,58,68,502
XXVI.—Education	2,55,553	E.—District Administration	*9,61,231*	5,72,472	15,33,703
XXVII.—Medical	3,14,142	G.—Miscellaneous	*—142,349*	1,20,300	—22,049
XXVIII.—Public Health	9,48,474	H.—Charges in England—			
XXIX.—Agriculture	4,76,127	A.—Secretary of State for India	*13,65,771*	83,431	14,49,202
XXX.—Veterinary	5,66,530	B.—High Commissioner for India ..	*13,54,291*	19,57,944	33,12,235
XXXI.—Co-operation	3,171	Total General Administration ..	*1,57,08,039*	1,11,46,132	2,68,54,171
XXXII.—Industries	2,11,012	26.—Audit	*6,77,556*	81,33,836	88,11,392
XXXIII.—Aviation	3,08,491	27. Administration of Justice	*4,56,221*	4,90,774	9,46,995
XXXIV.—Broadcasting	19,30,789	28.—Jails and Convict Settlements ..	*3,16,652*	9,21,673	12,38,325
XXXVI.—Miscellaneous Departments ..	32,40,894	29.—Police	*13,22,943*	1,90,95,200	2,04,18,143
		30.—Ports and Pilotage—			
		A.—Major Ports—			
		(1) Pilot Service	*4,75,292*	9,96,770	14,72,062

Total F —Civil Administration ..	1,09,35,999
G.—Currency and Mint	
XXVII —Currency	3,75,07,461
XXVIII —Mint . ..	1,49,96,349
Total G —Currency and Mint	5,25,03,810
Civil Works and Miscellaneous Public Improvements—	
XXXIX.—Civil Works . .	76,10,189
—Miscellaneous—	
XLII —Receipts from Indian States .	63,70,829
XLIV —Receipts in aid of Superannuation	15 33,789

(2) Other Charges . ..	3,40,918	11,10,326	14,51,244
Total 30 —Ports and Pilotage	8,16,210	21,07,096	29,23 306
31 —Lighthouses and Lightships .	10 076	8,44,963	8,55,039
32 —Ecclesiastical	6,07,436	.	6 07,436
33 —Payments to Crown Representative	1,44 61,489		1,44,61,489
34 —Tribal Areas	2,66 57,320		2,66,57,320
35 —External Affairs	1,00,76,412		1,00,76,412
36 —Scientific Departments	8,22 327	49,14,402	57,36,729
37 —Education—			
A —University		11,34,416	11,34 416
B —Secondary	1,41,422	7,48,460	8 89,882
C —Primary	1,44,349	4,12 362	5 56,711
D —Special	10,221	4,72,435	4,82 656
E —General	1,00,140	1,29 025	2 29,165
F —Charges in England	4 808	9 319	14,127
Total Education	4 00,940	29,06,017	33 06,957
38.—Medical	6,79,288	18 82 367	25 61,655
39 —Public Health	1,97,423	16 19,409	18,16 832
40 —Agriculture	1,26,66,630	37,02,412	1,63,69,042
41 —Veterinary	82 873	10,01,925	10 84,798
42 —Co operation		65,853	65,853
43 —Industries	11,802	25,37,998	25,49,800
44 —Aviation		1,17,87,702	1,17,87,702
45 —Broadcasting	17 419	60 39,027	60 56,446
47 —Miscellaneous Departments	1 96 978	22,12,195	24,09,173
Total F —Civil Administration	8 61,86 034	8,14,08,981	16,75,95 015
G —Currency and Mint—			
48 —Currency	1,60 376	68 40 945	70,01,321
49 Mint	1 08,345	1,03,88,004	1,04 96 349
Total G —Currency and Mint	2,68,721	1,72,28 949	1 74 97,670
H.—Civil Works and Miscellaneous Public Improvements—			
50 —Civil Works	54,99 003	2,52,43,509	3 07,42 512
J —Miscellaneous—			
54 —Famine		3,378	3 378
55 —Superannuation Allowances and Pensions	1 45,26,703	1,16,67,958	2 61,94 661

No. 2.—SUMMARY OF REVENUE AND EXPENDITURE BY MAJOR HEADS—*contd.*

Heads Revenue 1	Actuals 1942-43. 2 Rs.
XLV.—Stationery and Printing	91,76,457
XLVI.—Miscellaneous	62,92,121
Total J.—Miscellaneous	2,33,73,196
K.—Defence Services—	
XLVII.—Defence Receipts—Effective	3,54,72,950
XLVIII.—Defence Receipts—Non-effective	37,06,833
Total K.—Defence Services	3,91,79,783
M.—Extraordinary Items—	
LI.—Extraordinary Receipts	2,050
LII.—Receipts connected with the War, 1939	16,44,16,123
LII. B.—Civil Defence	38,082
Total M.—Extraordinary Items	16.44.56,255
Total Revenue Receipts	2,35,36,49,852

Heads of expenditure 3	Actuals for 1942-43. Non-voted. 4 Rs.	Voted. 5 Rs.	Total 6 Rs.
56.—Stationery and Printing	*64,771*	..	—19,64,771
57.—Miscellaneous	*418*	..	—33,36,78,418
Total J.—Miscellaneous	[illegible]	67,22,321	6,97,18,844
K.—Defence Services—			
58.—Defence Services—Effective	[illegible]	[illegible]	[illegible]
59.—Defence Services—Non-effective	[illegible]	..	3,00,00,000
Total K.—Defence Services	2,18,51,23,631	[illegible]2,321	9,97,18,844
L.—Contributions and Miscellaneous Adjustments between Central and Provincial Governments—			
61.—Grants-in-aid to Provincial Governments	*2,75,00,000*	[illegible]	[illegible]8,31,254
62.—Miscellaneous adjustments between Central and Provincial Governments	..	86,163	[illegible]81,324
Total L.—Contributions, etc.	*2,75,00,000*	1,86,163	[illegible]
M.—Extraordinary Items—			[illegible],502 [illegible]703 [illegible]9
63.—Extraordinary Charges	*2,15.811*	..	[illegible]
64.—Expenditure connected with the War, 1939	*24,08,32,114*	..	24,08,3[illegible]
64-B.—Civil Defence	*4,20,089*	6,11,08,903	6,15,28,9[illegible]
Total M.—Extraordinary Items	*24,14,68,014*	6,11,08,903	30,25,76,917
Total Revenue Expenditure	*2,96,00,84,215*	51,07,37,631	3,47,08,21,846
Capital Expenditure within the Revenue Account—			
AA.—5-A.—Capital Outlay on Salt Works	..	—63,849	—63,849
CC.—19.—Construction of Irrigation, [illegible] Embankment and	[illegible]	[illegible]	16,987

Revenue	
Capital Outlay outside the Revenue Accounts—	
BB.—Railway Capital Accounts—	
LIII—Capital contributed by Railway Companies and Indian States towards *Outlay* on State Railways	42,96,848
Total Capital Outlay outside the Revenue Account	42,96 848
Total Revenue	2,35,70 40,700

Expenditure			
DD —21 —Capital Outlay on ... and Telegraphs			
JJ —55 A —*Commutation* of Pensions financed from Ordinary Revenues ..	*4,90,768*		
Total—Capital Expenditure within the Revenue Account .	*5,07,755*		
Total Expenditure within the Revenue Account	*2,96,05,91,970*	51	,14,17,411
Capital Outlay outside the Revenue Account—			
BB —Railway Capital Accounts—			
67 —A —Construction of State Railway —Commercial	*15 409*	18,44,79,642	18,44,95,051
67 B —Construction of State Railways Strategic		—4,85,852	—4,85,852
67 C —Capital contributed by Railway Companies towards outlay on State Railways—			
Discharge of Debentures	*5,98,86,636*		5,98 86,636
DD —Posts and Telegraphs Capital Account—			
69 —Capital Outlay on Posts and Telegraphs		39,65,838	39,65,838
FF —Civil Administration Capital Accounts—			
73 —Capital Outlay on Vizagapatam Port		41,130	41,130
HH —Civil Works and Miscellaneous Public Improvements—			
78 —Initial Expenditure on New Capital at *Delhi*		30,96 293	30,96,293
JJ —Miscellaneous Capital Account—			
83 —Payments of Commuted Value of pensions	*—12 28 622*	—23,04 339	—35,32,961
KK —Defence Services—			
86 —Defence Capital Outlay	*52,50 81,000*		52,50,81,000
M —Extraordinary Items—			
87 —Capital outlay on Schemes Connected with the War 1939	*1,29,34,487*		1,29,34,487
Total Capital *Outlay outside* the Revenue Account	*59,66,88,910*	18,87,92,712	78,54,81,622
Total Expenditure	*3,55,72,80,880*	69,96,18,153	4,25,68,99,033

No. 2.—SUMMARY OF REVENUE AND EXPENDITURE BY MAJOR HEADS—*concld.*

Heads Revenue 1	Actuals 1942-43. 2 Rs.
XLV.—Stationery and Printing	91,76,457
XLVI.—Miscellaneous	62,92,121
Total J.—Miscellaneous	2,33,73,196
K.—Defence Services—	
XLVII.—Defence Receipts—Effective	3,54,72,950
XLVIII.—Defence Receipts—Non-effective	37,06,833
Total K.—Defence Services	3,91,79,783
M.—Extraordinary Items—	
LI.—Extraordinary Receipts	2,050
LII.—Receipts connected with the War, 1939	16,44,16,123
LII. B.—Civil Defence	38,082
Total M.—Extraordinary Items	16.44.56,255
Total Revenue Receipts	2,35,36,49,852

Heads of expenditure 3	Actuals of 1942-43. Non-voted. 4 Rs.	 Voted. 5 Rs.	 Total. 6 Rs.
56.—Stationery and Printing	*59,159*	1,52,75,216	1,53,34,375
57.—Miscellaneous	*5,70,921*	23,45,491	29,16,412
Total J.—Miscellaneous	*1,51,56,783*	2,92,92,043	4,44,48,826
K.—Defence Services—			
58.—Defence Services—Effective	*2,09,91,44,498*	..	2,09,91,44,498
59.—Defence Services—Non-effective	*8,62,79,033*	..	8,62,79,033
Total K.—Defence Services	*2,18,54,23,531*	..	2,18,54,23,531
L.—Contributions and Miscellaneous Adjustments between Central and Provincial Governments—			
61.—Grants-in-aid to Provincial Governments	*2,75,00,000*	1,00,000	2,76,00,000
62.—Miscellaneous adjustments between Central and Provincial Governments	..	86,463	86,463
Total L.—Contributions, etc.	*2,75,00,000*	1,86,463	2,76,86,463
M.—Extraordinary Items—			
63.—Extraordinary Charges	*2,15.811*	..	2,15,811
64.—Expenditure connected with the War, 1939	*24,08.32,114*	..	24,08,32,114
64-B.—Civil Defence	*4,20,089*	6,11,08,903	6,15,28,992
Total M.—Extraordinary Items	*24,14,68,014*	6,11,08,903	30,25,76,917
Total Revenue Expenditure	*2,96,00,84,215*	51,07,37,631	3,47,08,21,846
Capital Expenditure within the Revenue Account—			
AA.—5-A.—Capital Outlay on Salt Works	..	—63,849	—63,849
CC.—19.—Construction of Irrigation, Navigation, Embankment and Drainage Works	*16.987*	..	16,987

Capital Outlay outside the Revenue Accounts—	
BB.—Railway Capital Accounts—	
LIII—Capital contributed by Railway Companies and Indian States towards Outlay on State Railways	42,96,848
Capital Outlay outside the Revenue Account	42,96 848
Total Revenue	2,35,79,46,700

DD —21 —Capital Outlay on Posts and Telegraphs	..	2,55,272	2,55,272
JJ —55 A.—Commutation of Pensions financed from Ordinary Revenues .	*4,90,768*	—1,03,613	3,87,155
Total—Capital Expenditure within the Revenue Account	*5,07,755*	87,810	5,95,565
Total Expenditure within the Revenue Account .	*2,96,05,91,970*	51,08,25,441	3,47,14,17,411
Capital Outlay outside the Revenue Account—			
BB —Railway Capital Accounts—			
67 —A —Construction of State Railway —Commercial .	*15,409*	18,44,79,642	18,44 95,051
67 B —Construction of State Railways Strategic	.	—4,85,852	—4,85,852
67 C —Capital contributed by Railway Companies towards outlay on State Railways— Discharge of Debentures	*5,98,86,636*		5,98,86,636
DD —Posts and Telegraphs Capital Account—			
69 —Capital Outlay on Posts and Telegraphs		39 65,838	39,65,838
FF —Civil Administration Capital Accounts—			
73 —Capital Outlay on Vizagapatam Port		41,130	41,130
HH —Civil Works and Miscellaneous Public Improvements—			
78 —Initial Expenditure on New Capital at Delhi		30,96,293	30 96 293
JJ —Miscellaneous Capital Account—			
83 —Payments of Commuted Value of pensions	*—12,28 622*	—23,04,339	—35,32,961
KK —Defence Services—			
86 —Defence Capital Outlay	*52,50,81,000*		52,50,81,000
M —Extraordinary Items—			
87 —Capital Outlay on Schemes Connected with the War 1939	*1,29 34,487*		1,29,34,487
Total Capital Outlay outside the Revenue Account	*59,66,88 910*	18 87,92,712	78,54,81,622
Total Expenditure	*3,55 72,80,880*	69,96,18,153	4,25,68,99,033

No. 3.—STATEMENT SHOWING THE DISTRIBUTION BETWEEN NON-VOTED AND VOTED EXPENDITURE.

Heads of Expenditure. (1)	Actuals for 1942-43. Non-voted. (2) Rs.	Voted. (3) Rs.	Total. (4) Rs.
Expenditure within the Revenue Account ..	*2,96,92,06,882*(a)	1,49,49,56,580(a)	4,46,41,63,462(a)
Expenditure outside the Revenue Account ..	*59,66,88,910*	18,87,92,712	78,54,81,622
Disbursements under Debt, Deposit and Remittance Heads treated as expenditure ..	*5,87,152*	21,11,41,519	21,17,28,671
Total ..	*3,56,64,82,944*	1,89,48,90,811	5,46,13,73,755

(a) The figures have been arrived at as follows:—

Detail of Accounts. (1)	Non-voted Expenditure. (2) Rs.	Voted Expenditure. (3) Rs.	Total. (4) Rs.
Total expenditure within the Revenue Account as in Account No. 2	*2,96,05,91,970*	51,08,25,441	3,47,14,17,411
Add—Working Expenses of—			
Railways	*68,79,665*	84,46,53,354	85,15,33,019
Irrigation	*2,73,827*	58,254	3,32,081
Posts and Telegraphs	*14,61,420*	13,94,19,531	14,08,80,951
Total ..	*2,96,92,06,882*	1,49,49,56,580	4,46,41,63,462

No 4 —DETAILED ACCOUNT OF REVENUE BY MINOR HEADS

Heads	Actuals for 1942 43 Rs
A —Principal Heads of Revenue—	
I —Customs—	
Sea Customs—	
Imports	31 62 79 962
Exports	2 63 02 270
Miscellaneous	21 55 912
Land Customs	43 05 737
Deduct—	
Share of Customs Revenue payable to the Travancore and Cochin Governments	—41 96 810
Share of net proceeds of export duties assigned to Provinces	—1 40 30 571
Refunds and Drawbacks	—7 96 45 525
Total	25 11 70 975
II —Central Excise Duties—	
Excise duty on motor spirit	[illegible] 63 01 175
Excise duty on kerosene	70 28 284
Excise duty on sugar	4 90 84 326
Excise duty on matches	3 3[illegible] 55 090
Excise duty on steel ingots	51 35 167
Excise duty on mechanical lighters	311
Excise duty on tyres	55 86 775
Excise duty on coal and coke	25 06 603
Excise duty on Tobacco	1 55 017
Miscellaneous	6 530
Deduct—Refunds	— 11 23 410
Total	12 79 35 874
III —Corporation Tax—	
Ordinary collections	8 30 24 158
Deduct—Refunds	—72 23 858
Surcharge (net)	31 65 640
Excess profits tax (net)	23 50 71,318
Receipts in England	—16,195
Loss or gain by exchange	—28
Total	31,40 11 035
IV —Taxes on Income other than Corporation Tax—	
Income tax	31,26 41 937
Super tax	5 00 68 260
Surcharge (net)	15 89 92 697
Excess profits tax (net)	5 75 44 102
Miscellaneous	3 09 111
Receipts in England	40 667
Loss or gain by exchange	75
Deduct—	
Share of net proceeds assigned to Provinces	—10 90 00 000
Refunds	—3 60 01 08[illegible]
Total	[illegible] 95,823

No. 4. DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*contd.*

Heads.	Actuals for 1942-43. Rs.
A.—Principal Heads of Revenue—contd.	
V.—Salt—	
Sale of Government salt	57,85,400
Excise duty on salt manufactured locally	8,83,86,097
Duty on imported salt	1,66,29,459
Rent of warehouses	1,01,138
Fees and cesses	3,58,384
Despatch receipts	2,38,509
Miscellaneous	9,54,437
Deduct—Refunds	—33,30,631
Total	10,91,22,798
VI.—Opium—	
Sale of medical opium	55,250
Cost price of opium sold to Provincial Governments	36,33,845
Sale proceeds of Neemuch Ball opium	4,34,727
Sale proceeds of opium and its alkaloids in other countries	62,670
Miscellaneous	1,58,736
Receipts in England	31,79,599
Loss or gain by exchange	5,530
Deduct—Refunds	—8,973
Total	75,21,384
VII.—Land Revenue—	
Ordinary revenue	21,94,765
Sale of Government estates	6,384
Recoveries on account of survey and settlement charges	252
Rates and cesses on lands	199
Recoveries of overpayments	1,045
Collection of payments for serivces rendered	4,727
Miscellaneous	2,33,526
Deduct—	
Portion of Land Revenue due to Irrigation	—3,95,879
Refunds	—3,453
Total	20,41,566
VIII.—Provincial Excise—	
Country spirits	19,73,429
Country fermented liquor	430
Malt liquors	1,12,437
Wines and spirits (foreign liquors other than beer, medicated wines and commercial spirits)	6,81,029
Receipts from commercial spirits including denatured spirits and medicated wines	55,374
Opium	7,27,313
Duties on medicinal and toilet preparations containing alcohol, opium, etc.	1,420
Hemp and other drugs	2,64,206
Receipts from Distilleries	35
Fines, confiscations and miscellaneous	2,334
Recoveries of overpayments	7
Collection of payments for services rendered	312
Deduct—Refunds	—20,512
Total	37,97,814

No 4—DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*contd*

Heads	Actuals for 1942 43 Rs.
A—Principal Heads of Revenue—contd	
IX—Stamps—	
A—Non-Judicial—	
Sale of stamps	8 83,703
Duty on impressing documents	1,13 592
Fines and penalties	2,122
Miscellaneous	3,387
Deduct—Refunds	—36,793
Total A—Non Judicial	9,66 011
B—Judicial—	
(i) Court fees—	
Court fees realized in stamps	6,09,869
Deduct—Refunds	—304
(ii) Other receipts—	
Sale of stamps	99 417
Fines and penalties	408
Miscellaneous	12
Deduct—Refunds	—14 232
Total B—Judicial	6 95 170
C—General—	
Security Printing India—	
Recoveries from different Governments for value of stamps supplied	34 72 608
Other receipts	53 802
Total C—General	35 26 410
Total	51 87,591
X—Forest—	
Timber and other produce removed from the forests by Government agency	3 45,967
Timber and other produce removed from the forests by consumers and purchasers	41,693
Drift and waif wood and confiscated forest produce	94
Revenue from forests not managed by Government	15 509
Miscellaneous	2,63 171
Loss or gain by exchange	44
Total	6,66,478
XI—Registration—	
Fees for registering documents	1,30,069
Fees for copies of registered documents	24,348
Miscellaneous	10,175
Deduct—Refunds	—531
Total	1,64,061
XII—Receipts under Motor Vehicles Acts—	
Receipts under the Indian Motor Vehicles Act	53 848
Receipts under the Provincial Motor Vehicles Taxation Act	4,17,942
Fees and other receipts	992
Deduct—Refunds	—554
Total	4,72,228

No. 4.—DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*contd.*

Heads.	Actuals for 1942-43. Rs.
A.—Principal Heads of Revenue—contd.	
XIII.—Other Taxes and Duties—	
A.—Taxes on Luxuries including taxes on Entertainments, Amusements, Betting and Gambling—	
Entertainment Tax	4,11,493
C.—Receipts from tobacco duties—	
Receipts under the Punjab Tobacco Vend Fees Act, 1934	11,352
Deduct—Refunds	—127
Total	4,22,718
B.—Railway Revenue Account —	
XV-A.—State Railways—	
Commercial Lines—	
Gross Receipts—	
Coaching earnings	59,80,08,210
Goods earnings	90,52,88,445
Sundry other earnings	4,02,33,425
Suspense	—98,13,037
Total Gross Receipts	1,53,37,17,043
Deduct—	
Working Expenses—	
A.—Maintenance of Structural Works	—8,97,82,891
B.—Maintenance and supply of Locomotive Power	—21,58,50,096
C.—Maintenance of Carriage and Wagon stock	—6,57,04,078
D.—Maintenance and Working of Ferry Steamers and Harbours	—31,70,367
E.—Expenses of Traffic Department	—12,24,69,774
F.—Expenses of General Departments	—4,85,58,368
G.—Miscellaneous Expenses	—7,93,49,072
H.—Expenses of Electrical Deparment	—3,71,33,834
Suspense	—83,67,385
Appropriation to Depreciation Reserve Fund	—12,01,42,593
Total Working Expenses	—79,05,28,458
Share of surplus profits paid to Indian States and Railway Companies	—84,14,434
Payments to Worked Lines—	
(*i*) Net earnings	—2,70,62,651
(*ii*) Rebate, subsidy, etc.	—5,31,974
Total—*Deduct*	—82,65,37,517
Net	70,71,79,526
XV-B.—State Railways—	
Strategic Lines—	
Gross Receipts—	
Coaching earnings	72,09,392
Goods earnings	1,32,54,641
Sundry other earnings	5,73,210
Total Gross Receipts	2,10,37,243
Deduct—	
Working Expenses—	
A.—Maintenance of Structural Works	—48,20,490
B.—Maintenance and supply of Locomotive Power	—77,09,216
C.—Maintenance of Carriage and Wagon Stock	—11,03,331
E.—Expenses of Traffic Department	—27,46,572
F.—Expenses of General Departments	—12,26,865
G.—Miscellaneous Expenses	—11,58,238
H.—Expenses of Electrical Department	—6,07,750
Appropriation to Depreciation Reserve Fund	—56,23,040
Total Working Expenses	—2,49,95,502
Net Receipts	—39,58,259

No 4 —DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*contd*

Heads	Actuals for 1942 43 Rs
—Railway Revenue Account—concld	
XVI —Subsidised Companies—	
Government share of surplus profits	5 86 339
Sale of land	37 120
Guarantee and loss recovered from Provincial Governments , etc for unremunerative Lines	29 743
Total	6 53 202
XVI-A —Railway Miscellaneous Receipts—	
(a) Commercial Lines—	
Interest on Depreciation Reserve Fund balances	2 58 99 759
Interest on Railway Reserve Fund balances	29 81 628
Interest and dividends on securities purchased from the Reserve Funds	2 28 757
Contribution for Government supervision and control recoverable from Companies	7 36 053
Miscellaneous Receipts	24,14 123
(b) Strategic Lines—	
Interest on Depreciation Reserve Fund balances	14 04 610
Total	3 36 64 930
C.—Irrigation, Navigation, Embankment and Drainage Works—	
XVII —Irrigation, Navigation, Embankment and Drainage Works for which Capital Accounts are kept—	
A —Irrigation Works—	
(1) Productive Works—	
Gross Receipts—	
Direct Receipts	31 703
Portion of land revenue due to works	3 43 472
Total	3 75 175
Deduct—	
Working Expenses—	
Maintenance and Repairs	—1 19 448
Establishment	—89 586
Tools and Plant	—4,266
Total	—2 13,300
Net	1 61,875

No. 4.- DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*contd.*

Heads.	Actuals for 1942-43.
	Rs.
C.—Irrigation, Navigation, Embankment and Drainage Works—concld.	
XVII.—Irrigation, Navigation, Embankment and Drainage Works for which Capital Accounts are kept—concld.	
A.—Irrigation Works—*concld.*	
(2) Unproductive Works—	
Gross Receipts—	
Direct Receipts—	
Water rates	85,925
Sales of water	18,837
Plantations	416
Water power	2,272
Rents	322
Fines	392
Miscellaneous	4,662
Portion of Land Revenue due to works	49,682
Total ..	1,62,508
Deduct—	
Working Expenses—	
Extensions and Improvements	—31,762
Maintenance and Repairs	—61,816
Establishment	—21,395
Tools and Plant	—808
Total Working Expenses ..	—1,18,781
Net Receipts ..	43,727
Total Net Receipts ..	2,05,602
XVIII.—Irrigation, Navigation, Embankment and Drainage Works for which no Capital Accounts are kept—	
A.—Irrigation Works—	
Direct Receipts—	
Water rates	2,991
Plantations	15
Rents	258
Recoveries of expenditure	1,038
Miscellaneous	12,703
Land Revenue due to works	2,725
Total ..	19,730
D.—Posts and Telegraphs—	
XIX.—Posts and Telegraphs—	
Abstract A.—Postage and Message Revenue	14,1[illegible]957
Abstract B.—Miscellaneous Revenue	5,11,32,959
Total Gross Receipts ..	19,30,32,916

No. 4.—DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*contd.*

Heads.	Actuals for 1942-43. Rs.
—Posts and Telegraphs—concld.	
XIX.—Posts and Telegraphs—concld.	
Deduct—	
Working expenses—	
Abstract C.—General Administration	—49,97,791
Abstract D.—Accounts and Audit	—29,27,158
Abstract E.—Central Circle Office	—36,99,947
[illegible]	—54,23,754
[illegible]	—1,25,63,885
[illegible]	—49,40,922
[illegible]	—59,15,236
[illegible]	—7,80,06,108
[illegible]	—1,08,49,018
[illegible]	—7,30,306
[illegible]	—32,45,484
[illegible]	—1,75,00,000
[illegible]	+99,18,658
Total Working Expenses	—14,08,80,951
Net Receipts	5,21,51,965
—Debt Services—	
XX.—Interest—	
Interest on loans and advances by the Central Government	37,32,827
Interest realised on investments of Cash Balances	16,168
Interest on arrears of revenue	2,725
Percentage from subscribers to Service Funds on foreign service	174
Premium on loans	49
Miscellaneous	99,251
Receipts in England	47,04,259
Loss or gain by exchange	8,182
Deduct—Refunds	—56
Total	85,63,579
—Civil Administration—	
XXI.—Administration of Justice—	
Sale proceeds of unclaimed and escheated property	15,736
Court fees realized in cash	25,425
General fees, fines and forfeitures	1,60,298
Receipts of the Federal Court	2,750
Miscellaneous fees and fines	5,354
Collection of payments for services rendered	10,009
Miscellaneous	1,181
Deduct—Refunds	—18,476
Total	2,01,877
XXII.—Jails and Convict Settlements—	
Jails	4,701
[illegible]	63,807
[illegible]	23,215
[illegible]	180
Collection of payments for services rendered	537
Total	[illegible]

No. 4.—DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—con

Heads.	Actual for 1942-43 Rs.
F.—Civil Administration—contd.	
XXIII.—Police—	
Police supplied to Railways	3
Police supplied to public departments, private companies and persons ..	1
Cash receipts under the Arms Act	
Fees, fines and forfeitures	
Recoveries of overpayments	
Collection of payments for services rendered	3
Miscellaneous	1
Deduct—Refunds	-
Total ..	1,1
XXIV.—Ports and Pilotage—	
A.—Major Ports—	
(1) Pilot Service—	
Pilotage receipts	8,5
Miscellaneous	5
Receipts in England	
Loss or gain by exchange	
(2) Other receipts—	
Survey fees	1,45,
Fees for engagement and discharge of seamen	2,02
Fees for registration of vessels	
Examination fees and miscellaneous	1,67
Deduct—Refunds	—2
Total ..	14,28
XXV.—Lighthouses and Lightships—	
Light dues	6,23
Miscellaneous	2,27
Deduct—Refunds	—5
Total ..	8,44
XXVI.—Education—	
A.—University—	
Fees, Government Arts Colleges	29,
B.—Secondary—	
Fees, Government Secondary Schools	54,
C.—Primary—	
Fees, Government Primary Schools	
D.—Special—	
Fees and other receipts, Government Special Schools	23,
E.—General—	
Contributions	1,07,
Income from endowments	
Recoveries of overpayments	
Collection of payments for services rendered	2,
Miscellaneous	36,
Deduct—Refunds	—1
Total ..	2,55,55

No 4 —DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—*contd*

Heads		Actuals for 1942 43 Rs
F —Civil Administration—contd		
XXVII —Medical—		
Medical school and college fees		522
Hospital receipts		47 300
Sale of medicines		266
Contributions		40 277
Recoveries of overpayments		384
Collection of payments for services rendered		2 18 739
Miscellaneous		2 708
Receipts in England		5 991
Loss or gain by exchange		10
Deduct—Refunds		—2 055
	Total	3 14 142
XXVIII —Public Health—		
Sale proceeds of sera and vaccines etc		8 23 598
Contributions		38 536
Recoveries of overpayments		1 869
Collection of payments for services rendered		8 737
Miscellaneous		76 155
Receipts in England		321
Loss or gain by exchange		1
Deduct—Refunds		—743
	Total	9 48 474
XXIX —Agriculture—		
Agricultural receipts		2 52 499
Recoveries of overpayments		25
Contribution from the Central Government for the relief of groundnut cultivators		2 17 403
Collection of payments for services rendered		7 715
Receipts in England		133
Deduct—Refunds		—1 648
	Total	4 76 127
XXX —Veterinary—		
Other receipts		5 66 340
Collection of payments for services rendered		18
Receipts in England		21
Loss or gain by Exchange		3
Deduct—Refunds		—55
	Total	5 66 3[illegible]
XXXI —Co-operation—		
Miscellaneous receipts		3 [illegible]
	Total	[illegible]
XXXII —Industries—		
Industries		[illegible]
[illegible]		[illegible]
Contribution from the fund for the relief of [illegible]		[illegible]
Deduct—Refunds		[illegible]
	Total	[illegible]

No. 4.—DETAILED ACCOUNT OF REVENUE BY MINOR HEADS—concld.

Heads.	Actuals for 1942-43. Rs.
J.—Miscellaneous—concld.	
XLVI.—Miscellaneous—	
Net gain by exchange on remittance transactions	13,39,54[illegible]
Unclaimed deposits	92,81[illegible]
Sales of land and houses, etc.	6,79[illegible]
Fees for Government audit	3,56,11[illegible]
Receipts arising out of the Military Land Scheme, Bombay	15,66,25[illegible]
Recoveries of overpayments	1,92,280
Collection of payments for services rendered	5,61,771
Other receipts—	
Sales of old stores and materials	45,083
Rents, rates and taxes	77,133
Naturalisation, passport and copyright fees	1,03,518
Other fees, fines and forfeitures	1,15,699
Interest on cemetery endowments	20,291
Gain by exchange on local transactions	11,285
Ecclesiastical Receipts	11,769
Contributions	3,311
Miscellaneous	16,25,937
Receipts in England	5,12,824
Loss or gain by exchange	920
Deduct—Refunds	—3,51,231
Total	62,92,121
K.—Defence Services—	
XLVII.—Defence Receipts—Effective—	
III.—War measures chargeable to Indian Revenues—	
A.—Receipts in India	3,54,20,498
B.—Receipts in England	52,452
Total	3,54,72,950
XLVIII.—Defence Receipts—Non-effective—	
A.—Receipts in India—	
I.—Army	41,838
II.—Air Forces	6
III.—Royal Indian Navy	331
B.—Receipts in England—	
I.—Army	36,53,279
III.—Royal Indian Navy	11,379
Total	37,06,833
M.—Extraordinary Items—	
LI.—Extraordinary Receipts—	
Other items	2,050
LII.—Receipts connected with the war, 1939—	
Department of Supply—	
Fees on account of inspection of stores purchased through the department	21,87,337
Fees on account of inspection of stores not purchased through the department	4,83,738
Fees on account of the purchase of stores	27,02,161
Miscellaneous	18,33,460
Fees levied by the Custodian of Enemy Property	7,23,037
Recoveries of Lease/Lend Stores	2,30,141
Insurance premium under the War Risks (Factories) Insurance Scheme	9,23,81,237
Miscellaneous	9,35,451
Insurance premia under the War Risk (Goods) Insurance Scheme	6,31,29,588
Receipts in England	54,655
Loss or gain by exchange	98
Deduct—Refunds	—2,44,780
Total	16,44,16,123
LII—B.—Civil Defence—	
Miscellaneous	38,082
BB—Railway Capital Account Outside the Revenue Account	
LIII—Capital Contributed by Railway Companies and Indian States Towards outlay on State Railways	42,96,818

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS

Heads	Actuals for 1942 43		Total
	Non voted	Voted	
1	2	3	4
	Rs.	Rs	Rs
A —Direct Demands on the Revenue—			
1 —Customs—			
Sea Customs charges at the Ports	*2 12 965*	65 12,290	[illegible]
Land Customs charges	*74 8 4*	10 01 972	10 76 876
Assignments and Compensations	*9 09 596*	10 94[illegible]	10 10 541
Charges in England	*11 254*	7 606	18 860
Loss or gain by exchange	20	13	33
Total	*12 98 699*	75 39 896	88 31 5 5
2 —Central Excise Duties—			
Charges on collection of Excise Duty on Sugar		4 181	4 181
Payments to Indian States of share of Match Excise Duty	*52 16 351*		52 16 351
Amount payable to the Salt Department for share of the cost of combined Central Excise and Salt Department	*7 478*	10 26 408	10 33 886
Payments of the net proceeds of the Excise Duty on Coal and Coke to the Coal Mines Stowing Board	*27 50 635*		27 50 635
Total	*79 74 464*	10 30 589	90 05 053
3 —Corporation Tax—			
Collection of Corporation Tax	*77 232*	31 97 993	32 75 22[illegible]
Total	*77 232*	31 97 993	32 75 225
4 —Taxes on Income other than Corporation Tax—			
Collection of Income Tax	*1 46 281*	87 61 081	89 07 362
Deduct—Proportionate charges transferred to 3 —Corporation Tax	*—77,232*	—31 97 [illegible]	[illegible]
Charges in England	*5 100*	3[illegible] 557	37 657
Loss or gain by exchange	*9*	[illegible]	65
Total	*[illegible]4 158*	[illegible] 701	56,69 8[illegible]9
5 —Salt—			
A —Charges of the Northern India Salt and Central Excises Department—			
Direction	*13 151*	1 26 338	1,39 489
Manufacture and Sale		10 39 475	10,39 475
Engineering Section		1 85 631	1 85 631
Medical Establishments		31,344	31,3[illegible]
Contribution to the Renewals Reserve Fund		1,20,0[illegible]	[illegible]
Renewals and Replacements		12,[illegible]	[illegible]
Deduct—Amount met from the Renewals Reserve Fund		—12,[illegible]	[illegible]
Cost of Accounts and Audit		[illegible]	[illegible]
Pensionary charges and contributions to Provident Fund	*[illegible]*	[illegible]	[illegible]
Preventive Establishments		[illegible] 641	[illegible]
Interest on Capital	*[illegible]*		[illegible]
Royalties and Compensations	*[illegible]*		[illegible]
Charges in England	*[illegible]*	[illegible]	[illegible]
Loss or gain by exchange	*[illegible]*		[illegible]
Deduct—Share debitable to *2—Central Excise* Duties			[illegible]
Deduct—Contributions from private persons	*[illegible]*	[illegible]	[illegible]

No. 5.—DETAILED ACCOUNT OF EXPENDIUTRE BY MINOR HEADS—contd.

Heads.	Actuals for 1942-43.		Total.
	Non-voted.	Voted.	
1	2	3	4
	Rs.	Rs.	Rs.
A.—Direct Demands on the Revenue—contd.			
5.—Salt—concld.			
B.—Charges of Salt and Central Excises in Provinces—			
Direction	*35,327*	47,15,393	47,50,720
Preventive Establishments	..	1,78,276	1,78,276
Medical Establishments	..	14,905	14,905
Salt purchase and freight	..	6,58,199	6,58,199
Cost of printing banderols	..	3,55,850	3,55,850
Works	..	45,606	45,606
Royalties and Compensations	*5,61,056*	55,078	6,16,134
Deduct—Share debitable to 2.—Central Excise Duties	..	—5,29,185	—5,29,185
Deduct—Charges recovered from the Customs Department	*—8,000*	—16,31,900	—16,39,900
Deduct—Contributions from private parties..	..	—685	—685
Total ..	*44,84,721*	67,64,943	1,12,49,664
6.—Opium—			
Superintendence and other Establishments in the United Provinces	*23,647*	2,15,479	2,39,126
Ghazipur Opium Factory	..	5,18,238	5,18,238
Payments for special cultivation in Malwa	..	23,46,317	23,46,317
Payments to cultivators in the United Provinces	..	14,99,946	14,99,946
Compensations	*46,230*	..	46,230
Miscellaneous opium charges in Calcutta	..	42,143	42,143
Neemuch Opium Factory	..	1,60,987	1,60,987
Miscellaneous	..	1,169	1,169
Charges in England	*4,800*	27,854	32,654
Loss or gain by exchange	*8*	48	56
Total ..	*74,685*	48,12,181	48,86,866
7.—Land Revenue—			
Charges of administration	*1,61,575*	37,455	1,99,030
Charges on account of land revenue collections ..	*1,10,338*	9,329	1,19,667
Survey, Settlement and Record operations ..	*1,92,832*	1,47,333	3,40,165
Land Records	*94,860*	95,548	1,90,408
Assignments and Compensations	*72,326*	5,381	77,707
Charges in England	*4,000*	..	4,000
Loss or gain by exchange	*7*	..	7
Total ..	*6,35,938*	2,95,046	9,30,984
8.—Provincial Excise—			
District Executive Establishment	*26,851*	1,02,298	1,29,149
Distilleries	*6,744*	..	6,744
Cost of opium supplied to Provincial Excise Department	*13,158*	2,52,373	2,65,531
Compensations	*37,537*	59,492	97,029
Purchase of Ganja and other drugs	..	35	35
Excise Bureau	*10,000*	..	10,000
Total ..	*94,290*	4,14,198	5,08,488

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads	Actuals for 1942 43		Total
	Non voted	Voted	
1	2	3	4
	Rs	Rs	Rs
A —Direct Demands on the Revenue—concld			
9 —Stamps—			
A —Non Judicial—			
Superintendence—		1 635	1 635
Central Stamp Office at Calcutta		—922	—922
Charges for the sale of stamps	*2 186*	11 052	13 238
Cost of stamps supplied from Central Stamp Stores	*1 345*	5 416	6 761
B —Judicial—			
Charges for the sale of stamps	*692*	4 813	5 435
Cost of stamps supplied from Central Stamp Stores	*278*	—110	168
C —General—			
Security Printing India—			
Capital Account—			
Buildings		23 768	23 768
Plant and machinery		28 968	28 968
Minor equipment		3 295	3 295
Miscellaneous		1 497	1 497
Deduct—Depreciation		—53 250	—53 250
Revenue Account—			
Working expenses	*65 410*	45 [illegible]6 71	46 32 1[illegible]
Interest on capital	*2 24 585*		2 24 585
Total	*2 84 4[illegible]6*	46 02 8[illegible]4	48 87 300
10 —Forest—			
General Direction	*43 441*	10 000	53 441
Forest Research Institute	*1 86 094*	6 96 348	8 82 442
Conservancy and Works	*2 05 541*	1 25 808	3 31 349
Establishment	*11 283*	75 959	1 17 242
Charges in England	*49 713*	16 726	66 439
Loss or gain by exchange	*86*	29	115
Total	[illegible]	9[illegible]4 870	14 51 028
11 —Registration—			
District charges	*4 255*	8 406	12 661
Total	*4 255*	8 406	12 661
12 —Charges on account of Motor Vehicles Acts—			
Charges of collection		3[illegible] 1[illegible]0	3[illegible] 1[illegible]0
Compensations to local bodies etc		3 0[illegible] 003	3 0[illegible] 003
Total		3 41 173	3 41 173
13 —Other Taxes and Duties—			
Entertainment Tax		8 011	8 011
Total		8 011	8,011

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads. 1	Actuals for 1942-43. Non-voted. 2 Rs.	Voted. 3 Rs.	Total. 4 Rs.
AA.—Principal Revenue Heads—			
Capital Outlay on Salt Works within the Revenue Account—			
5-A.—Capital Outlay on Salt Works—			
Works	..	24,604	24,604
Plant and machinery	..	—88,453	—88,453
Total ..	..	—63,849	—63,849
B.—Railway Revenue Account—			
15-A.—State Railways—			
Commercial Lines—			
Interest on Debt	*25,98,88,005*	2,47,958	26,01,35,963
Interest on Capital contributed by Companies and Indian States	*79,53,945*	..	79,53,945
Total ..	*26,78,41,950*	2,47,958	26,80,89,908
15-B.—State Railways—			
Strategic Lines—			
Interest on Debt	*1,22,64,836*	..	1,22,64,836
Total ..	*1,22,64,836*	..	1,22,64,836
15-C.—Subsidised Companies—			
Land	..	3,86,829	3,86,829
Subsidy	..	3,66,185	3,66,185
Total ..	..	7,53,014	7,53,014
15-D.—Miscellaneous Railway Expenditure—			
Commercial Lines—			
Railway Board	*4,92,362*	12,10,568	17,02,930
Inspection	*1,30,104*	40,600	1,70,704
Audit	*1,86,878*	14,24,104	16,10,982
Railway Rates Advisory Committee	..	78,824	78,824
Chief Mining Engineer	*2,89,719*	—2,90,555	—836
Chief Controller of Standardization	*72,045*	3,17,102	3,89,147
Miscellaneous Establishments and charges ..	*23,480*	2,12,021	2,35,501
Pensionary Charges	*10,11,172*	5,41,025	15,52,197
Surveys	..	—69,249	—69,249
Suspense	..	—10,134	—10,134
Total ..	*22,05,760*	34,54,306	56,60,066
15-E.—Miscellaneous Railway Expenditure—			
Strategic Lines—			
Inspection	*23,721*	7,402	31,123
Audit	*3,124*	20,405	23,529
Survey	..	—2,164	—2,164
Pensionary Charges	*31,473*	13,924	45,397
Total ..	*58,318*	39,567	97,885
15-F.—Transfer to Railway Reserve Fund ..	..	8,85,86,385	8,85,86,385
15-G.—Refund of sums withdrawn from Railway Depreciation Reserve Fund—			
Commercial Lines	..	16,08,18,305	16,08,18,305

No 5—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads 1	Actuals for 1942 4 Non voted 2 Rs	Voted 3 Rs	Total 4 Rs
C—Revenue Account of Irrigation, Navigation, Embankment and Drainage Works—			
17—Interest on Works for which Capital Accounts are kept—			
Irrigation Works	*6 68 527*		6 68 527
Total	*6 68 527*		6 68 527
18—Other Revenue Expenditure financed from ordinary revenues—			
A—Irrigation Works—			
(1) Works for which no Capital Accounts are kept—			
Works	*3 319*		3 319
Maintenance and Repairs	*10 569*		10 569
Establishment	*—575*	5 387	4 812
Tools and Plant	*—7 391*		—7 391
Suspense	*—16 214*		—16 214
Charges in England	*2 133*		2 133
Loss or gain by exchange	*1*		4
(2) Miscellaneous Expenditure—			
Establishment	*18 343*	1 21 327	1 39 670
Tools and Plant		1 150	1 150
Other charges		7 876	7 876
Grants in aid	*2 041*	—22 500	—20 459
Charges in England	*5 729*	3 521	9 250
Loss or gain by exchange	*10*	5	15
B—Navigation, Embankment and Drainage Works—			
(1) Works for which no Capital Accounts are kept—			
Works	*7 375*		7 375
Maintenance and Repairs	*9 069*		9 069
(2) Miscellaneous Expenditure—			
Establishment		56	56
Tools and Plant		13	13
Other charges		1 251	1 251
Total	*[illegible]*	1 18 086	1 52 5[illegible]8
CC—Capital Account of Irrigation, Navigation, Embankment and Drainage Works within the Revenue Account—			
19—Construction of Irrigation, Navigation, Embankment and Drainage Works—			
B—Financed from Ordinary Revenues			
Irrigation Works	*16,987*		16 987
	16 987		16 987
D—Posts and Telegraphs Revenue			
20—Posts and Telegraphs—			
Interest on Debt—			
Interest on Capital Outlay	*69 82 747*		69 82 747
Total	*69 82 747*		69 82 747

No 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads.	Actuals for 1942 43.		Total.
	Non-voted.	Voted.	
1	2	3	4
	Rs.	Rs.	Rs.
DD.—Posts and Telegraphs Capital Account within the Revenue Account—			
21.– Capital Outlay on Posts and Telegraphs—			
Amount transferred from "69.—Capital Outlay on Posts and Telegraphs—A.—Capital Outlay on New Assets"	..	2,55,272	2,55,272
F.—Debt Services—			
22.—Interest on Debt and Other Obligations—			
A.—Interest on Ordinary Debt—			
(*i*) RUPEE DEBT—			
1. Interest on Permanent Loans	*22,78,68,372*	..	22,78,68,372
2. Discount on Loans	*52,09,000*	..	52,09,000
3. Floating Loans—			
Discount on Treasury Bills	*1,72,90,629*	..	1,72,90,629
Interest on other Floating Loans ..	*3,15,890*	..	3,15,890
4. Other Items—			
Expenditure connected with the issue of new loans	..	8,09,611	8,09,611
Management of Debt	..	13,24,172	13,24,172
Miscellaneous	..	28,547	28,547
Deduct—Interest realized on investment of Cash balances in short term bonds, etc.	*—1,17,15,528*	..	—1,17,15,528
Total Rupee Debt ..	*23,89,68,363*	21,62,330	24,11,30,693
(*ii*) STERLING DEBT—			
Interest on Loans contracted in England under various Acts	*3,65,67,819*	..	3,65,67,819
Interest portion of Annuities created in purchase of Railways	*1,41,19,818*	..	1,41,19,818
Interest on outstanding liabilities of Railway Companies taken over on purchase or termination of contract	*1,26,97,181*	..	1,26,97,181
Interest on Sterling Loans repatriated to India	*—2,45,459*	..	—2,45,459
Discount on Loans	*46,87,494*	..	46,87,494
Management of Debt	..	9,01,037	9,01,037
Railway specific Debt	..	—2,47,958	—2,47,958
Other Items—			
Difference between par value and cost of India Bonds purchased for cancellation	*1,98,833*	..	1,98,833
Stamp duty on transfers and powers of Attorney etc.	..	87,712	87,712
Loss or gain by exchange	*1,18,732*	1,720	1,20,452
Total Sterling Debt ..	*6,81,44,418*	7,42,511	6,88,86,929
B.—Interest on Unfunded Debt—			
1. Special Loans—			
Interest on Loans from the late King of Oudh	*7,13,994*	..	7,13,994
Interest on other Special Loans	*34,320*	..	34,320
2. Treasury Notes of Service and other Funds	*2,665*	..	2,665
3. Deposits of Service Funds bearing interest—			
Interest on Bengal Uncovenanted Service Family Pension Fund	*3,35,552*	..	3,35,552
Interest on Bombay Family Pension Fund of Government Servants (Widows' Pension Branch)	*1,28,100*	..	1,28,100
Interest on Madras Military Assistant Surgeons' Fund	*14,059*	..	14,059

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads	Actuals for 1942 43 Non voted	Voted	Total
1	2	3	4
	Rs	Rs	Rs
—Debt Services—contd			
22 —Interest on Debt and Other Obligations—contd			
B —Interest on Unfunded Debt—concld			
4 Savings Bank Deposits—			
Interest on Post Office Savings Bank Deposits	*73 41 080*		73 41 080
Interest on Post Office Cash Certificates	*1 10 00 000*		1 10 00 000
Payments to Post Office for Savings Bank Cash Certificate and Defence Savings Certificate work		38 17 480	38 17 480
5 State Provident Funds—			
Interest on General Provident Fund	*38 89 712*		38 89 712
Interest on Indian Civil Service Provident Fund	*9? 461*		9? 461
Interest on Indian Civil Service (Non European Members) Provident Fund	*3 044*		3 044
Interest on Defence Savings Provident Fund	*3 01 303*		3 01 303
Interest on Defence Savings Railway Provident Fund	*33 720*		33 7?0
Interest on Defence Services Officers Provident Fund	*2 28 162*		? 28 46[illegible]
Interest on Indian Ordnance Department Provident Fund	*3 35 5 0*		3 35 580
Interest on Military Engineer Services Provident Fund	*9 7*		99[illegible]
Interest on Contributory Provident Funds	*1 19 9?3*		1 9 9 3
Interest on Deposits in State Railway Provident Institution	*2 02 8 [illegible]*		? 0 8 46[illegible]
Interest on Company Railways Provident Funds	*63 23 679*		63 ?3 6?9
Interest on other Miscellaneous Provident Funds	*2 69 85?*		2 69 8?2
6 Special Deposit Accounts—			
Interest on General Family Pension Fund	*13?*		13?
Interest on Hindu Family Annuity Fund	*1 300*		1 3?0
Interest on [illegible] Christian Family Pension Fund	*1*		?1
Interest on Bombay Family Pension Fund of Government Servants (Life Assurance Branch)	*215*		?1?
Interest on Postal Insurance and Life Annuity Fund	*31 1 73?*		34 19 73?
[illegible]	*1 979*		1 909
[illegible]	*15 ?50*		1? ?0
[illegible] Asso	*268*		?8
[illegible] ontrol [illegible] Fund	*?07*		? 00?
[illegible] undisbursed Pay of [illegible]	*3 6 50*		3 [illegible]
Payments in England—			
Interest on balances of the Indian Civil [illegible]	*5 4 ??8*		5 47 ?68
[illegible]	*? ?5?*		? ?0 ??
Interest [illegible] balances of the Indian Military [illegible] Fund	*1 ?3 ?1*		1 0? 0?1
Loss or gain by exchange	*2 ?12*		2 012
Total B Interest on Unfunded Debt	*5 ?? ?? ??*	38 17 4?0	6 08 8? 068

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—

Heads. 1	Actuals for 1942-43. Non-voted. (2) Rs.	Voted. 3 Rs.	Tot[al] 4 Rs.
E.—Debt Services—concld.			
22.—Interest on Debt and Other Obligations—concld.			
C.—Interest on other Obligations—			
Interest on Depreciation Reserve and other Reserve Funds—			
Interest on Railway Reserve Fund ..	*29,81,628*	..	29,8
Interest on Depreciation Reserve Fund—Railways	*2,73,04,369*	..	2,73,0
Interest on Renewals Reserve Fund—Northern India Salt Revenue Department ..	*1,11,198*	..	1,1
Interest on Renewals Reserve Fund—Posts and Telegraphs Department	*10,64,058*	..	10,6
Interest on General Reserve Fund—Lighthouses and Lightships	*1,63,836*	..	1,63
Interest on Depreciation Reserve Fund—Lighthouses and Lightships	*62,761*	..	62
Other Items—			
Miscellaneous	*9,72,705*	..	9,72
Payments in England—			
Interest on Bengal and North Western Railway: 5 per cent. Debenture Stock: Discount Sinking Fund	*32,960*	..	32,
Loss or gain by exchange	*57*	..	
Total C.—Interest on other Obligations ..	*3,26,93,572*	..	3,26,93,
D.—Transfers—			
Deduct—			
Interest transferred to Commercial Departments, etc.	*—28,26,22,620*	..	—28,26,22,
Interest paid by Provincial Governments and the Government of Coorg	*—4,90,91,027*	..	—4,90,91,
Interest portion of equated payments on account of commuted value of pensions ..	*—19,64,771*	..	—19,64,7
Total D. Transfers ..	*—33,36,78,418*	..	—33,36,78,4
Total 22—Interest, etc. ..	*6,29,96,523*	67,22,321	6,97,18,8
23.—Appropriation for Reduction or Avoidance of Debt—			
Sinking Funds	*95,04,000*	..	95,04,0
Other Appropriations	*2,04,96,000*	..	2,04,96,0
Total ..	*3,00,00,000*	..	3,00,00,00
F.—Civil Administration—			
25.—General Administration—			
A.—Heads of Provinces (including the Governor General, Executive Council and Ministers)—			
Salary of the Governor General	*2,50,800*	..	2,50,800
Secretariat Staff of Governor General ..	*10,72,806*	..	10,72,806
Staff and household of Governor General ..	*2,37,056*	..	2,37,056
Sumptuary allowance of Governor General ..	*45,000*	..	45,000
State conveyances and motors of the Governor General	*57,172*		57,172
Expenditure from Contract Allowance ..	*2,13,433*	..	2,13,433
Tour Expenses	*3,45,138*	..	3,45,138
Chief Commissioners	*5,69,976*	1,25,345	6,95,321
Executive Council	*7,34,072*	1,80,456	9,14,528

—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads	Actuals for 1942 43		Total
	Non voted	Voted	
1	2	3	4
	Rs	Rs	Rs
vil Administration—contd			
—General Administration—concld			
—Legislative Bodies—			
Council of State		87,988	87,988
Indian Legislative Assembly	*49,905*	2,21,659	2,71,564
Legislative Assembly Department		3 61,910	3 61,910
Elections for Legislature		1 59 862	1 59 862
—Secretariat and Headquarters Establishments—			
Civil Secretariats	*81 65 827*	72 74,765	1,54,40,592
Public Service Commission	*4,27,910*		4 27,910
—District Administration—			
General Establishments	*6,30,154*	5 65,051	11,95205
Sub divisional Establishments	*2,65,533*	7,421	2 72,954
Other Establishments	*65,544*		65,544
—Miscellaneous—			
Payments to the Crown Department on account of work done or services rendered to the Central Government		4,230	4 230
Payments to other Governments Departments etc connected with administrations of Agency Subjects and management of Treasuries		87,919	87,919
Discretionery grants by Heads of Provinces, etc Miscellaneous	*2 07,651*	28,151	2 35,802
Deduct—Contributions recoverable from other Governments Departments, etc	*—3,50 000*		—3 50,000
II —Charges in England—			
A —Secretary of State for India—			
Payments to His Majesty s Exchequer towards expenses of the departments of the Secretary of State for India	*13 60,000*		13,60 000
Other Items	*3,400*	83 286	86 686
Loss or gain by exchange	*2 371*	145	*2 516*
B —High Commissioner for India—			
Salaries and Expenses of the High Commissioner s Department	*8,03,688*	19 11 948	27,15,636
Other Items	*5 48,248*	42,592	5 90,840
Loss or gain by exchange	*2,355*	3 404	5,759
Total	*1,57,08 039*	1,11,46,132	2,68,54,171
—Audit—			
Auditor General	*54,693*	3,77,510	[illegible]
Officers of the Indian Audit Department	*6 74,214*	16,97,133	[illegible]
Accounts and Audit Offices	*28,493*	1,[illegible]17,451	[illegible]
Deduct—Establishment charges recovered from other Governments Departments etc	*—2,37,529*	—61,55,501	[illegible]
Charges in England	*1,5[illegible]*	27,195	[illegible]
Loss or gain by exchange	*274*	47	[illegible]
Total	*[illegible]*	81,[illegible]	[illegible]

9AGCR

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads. 1	Actuals for 1942-43. Non-voted. 2 Rs.	Voted. 3 Rs.	Total. 4 Rs.
F.—Civil Administration—contd.			
27.—Administration of Justice—			
Federal Court	*2,19,399*	..	2,19,399
High Courts and Chief Courts	..	54,506	54,506
Law Officers	*37,281*	87,947	1,25,228
Administrator General and Official Trustees ..	..	1,377	1,377
Judicial Commissioner	*37,700*	5,791	43,491
Civil and Sessions Courts	*73,211*	1,99,677	2,72,888
Courts of Small Causes	..	47,991	47,991
Criminal Courts	*75,026*	61,721	1,36,747
Charges in England	*13,580*	31,709	45,289
Loss or gain by exchange	*24*	55	79
Total ..	*4,56,221*	4,90,774	9,46,995
28.—Jails and Convict Settlements—			
Jails	*2,50,367*	5,05,970	7,56,337
Jail manufactures	*22,571*	24,437	47,008
Convict charges at Port Blair and Nicobars ..	*23,072*	3,84,956	4,08,028
Charges on account of persons confined or detained in jails outside the Province	..	540	540
Charges in England	*20,607*	5,760	*26,367*
Loss or gain by exchange	*35*	10	*45*
Total ..	*3,16,652*	9,21,673	12,38,325
29.—Police—			
Presidency Police	..	51,73,117	51,73,117
District Executive Force	*11,51,265*	1,33,43,345	1,44,94,610
Criminal Investigation Department	..	73,368	73,368
Police Training Schools	*2,420*	5,850	8,270
Special Police	..	3,83,019	3,83,019
Railway Police	*1,47,943*	41,483	1,89,426
Miscellaneous	..	74,805	74,805
Charges in England	*21,278*	213	21,491
Loss or gain by exchange	*37*	..	37
Total ..	*13,22,943*	1,90,95,200	2,04,18,143
30.—Ports and Pilotage—			
A.—Major Ports—			
(1) PILOT SERVICE—			
Revenue Account—			
Pay and allowances of officers and men afloat	*29,742*	1,81,521	2,11,263
Victualling allowances of officers and men afloat	*1,200*	47,148	48,348
Purchase of stores	..	1,63,509	1,63,509
Repairs and maintenance	..	2,25,904	2,25,904
Pilotage and Pilot establishments	*3,59,553*	3,19,343	6,78,896
Charges in England	*84,649*	59,242	1,43,891
Loss or gain by exchange	*148*	103	251
(2) OTHER CHARGES—			
Direction (Headquarters Establishments) ..	*13,655*	47,351	61,006
Principal officers and their establishments ..	*1,65,812*	4,71,102	6,36,914
Shipping offices	*513*	2,40,820	2,41,333
Ship Survey Department	*1,73,219*	74,279	2,47,498
Training Ships	*22,929*	3,08,459	3,31,388

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads	Actuals for 1942-43		Total
	Non voted	Voted	
1	2	3	4
	Rs	Rs	Rs
—Civil Administration—contd			
30 —Ports and Pilotage—concld			
A —Major Ports—*concld*			
(2) Other Charges—			
Miscellaneous		2 426	2 4°6
Deduct—Establishment charges recovered from other Governments Departments etc	*—55 741*	—44 678	—1 00 419
Charges in England	*20 495*	10 549	31 044
Loss or gain by exchange	*36*	18	54
Total	*8 16 210*	21 07 096	29 23,306
31 —Lighthouses and Lightships—			
Capital Account—			
Lighthouses		114	114
Tools Plant and Equipment		3 269	3 269
Stock and Suspense		4 54°	4 54°
Deduct—Amount financed from General Reserve Fund—Lighthouses and Lightships		—7 925	—7 925
Revenue Account—			
Direction		94 943	94 943
Lighthouses—Working expenses	*7 676*	1 88 732	1 96 408
[illegible]	*2 400*	57 833	60 233
[illegible]		55 277	55 277
[illegible]		4 06 774	4 06 774
[illegible]		8 280	8 280
[illegible]		18 °94	18 294
Miscellaneous		14 600	14 600
Charges in England		2°9	229
Loss or gain by exchange		1	1
Total	*10 076*	8 44 963	8,55 039
32 —Ecclesiastical—			
Ecclesiastical establishment	*21 09 135*		21 09 135
Cemetery establishment	*1 73 057*		1 73 057
Works	*4 36 506*		4 36 506
Miscellaneous Ecclesiastical charges	*15 584*		15 584
Charges in England	*4 02 415*		4 0° 445
Loss or gain by exchange	*703*		703
Deduct—Charges recovered from other Departments—			
Railways	*—6 97 405*		—6 97 405
Defence	*—18,32 589*		—18 32 589
Total	*6 07 436*		6 07 436
33 —Payments to Crown Representative—			
Crown Representative s Secretariat	*6,93 069*		6 93 069
Education expenditure other than in areas	*840*		840
Civil Works	*5 57 726*		5,5 [illegible]
[illegible]	*20,39 427*		20,39 4[illegible]
[illegible]	*3 47 058*		3,4[illegible] 058
[illegible]			
Central India	*7 81 359*		7 81,35[illegible]
Hyderabad	*9,97,293*		[illegible]
Western India States Agency	*9,94 556*		[illegible]
Bangalore	*17,36 464*		[illegible]
Political Agencies	*21,29 410*		[illegible]
	35,22,193		[illegible]

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—co

Heads. 1	Actuals for 1942-43. Non-voted. 2 Rs.	Voted. 3 Rs.	Tota 4 Rs.
F.—Civil Administration—contd.			
33.—Payments to Crown Representative—concld.			
Miscellaneous	*34,90,845*	..	34,90,8
Charges in England	*5,62,236*	..	5,62,2
Loss or gain by exchange	*1,015*	..	1,(
Total Expenditure ..	*1,78,53,496*	..	1,78,53,4
Deduct—Receipts ..	*33,92,007*	..	33,92,(
Net Expenditure ..	*1,44,61,489*	..	1,44,61,4
34.—Tribal Areas —			
A.—Frontier Watch and Ward—			
Frontier Constabulary and Militia	*1,65,95,290*	..	1,65,95,2
Buildings and Communications	*28,71,605*	..	28,71,6
Miscellaneous	*3,28,471*	..	3,28,47
B.—Other Charges—			
Political and Administrative charges ..	*14,73,537*	..	14,73,53
Works	*3,08,054*	..	3,08,05
Allowances to Frontier Tribes	*8,47,680*	..	8,47,68
Entertainment charges	*4,34,393*	..	4.34,39
Transfer to Fund for Special Frontier Expenditure including development	*25,00,000*	..	*25,00,000*
Payment to the Baluchistan Administration for administration of Tribal Areas	*1,50,000*	..	1,50,000
Miscellaneous expenditure	*14,10,202*	..	14,10,202
Deduct—Amount transferred from the Fund for Special Frontier expenditure including development	*—2,66,347*	..	—2,66,347
Deduct—Charges recovered from other Governments, Departments, Indian States, Local Funds, etc.	*—71,000*	..	—71,000
C.—Charges in England	*75,287*	..	75,287
Loss or gain by exchange	*148*	..	148
Total ..	*2,66,57,320*	..	2,66,57,320
35.—External Affairs—			
External Affairs Department Secretariat ..	*17,09,417*	..	17,09,417
Charges on account of Diplomatic and Consular Services in Iran	*14,94,327*	..	14,94,327
Other Diplomatic and Administrative charges ..	*34,47,606*	..	34,47,606
Subsidies	*5,51,919*	..	5,51,919
Entertainment charges	*54,630*	..	54,630
Special Diplomatic Expenditure	*10,00,000*	..	10,00,000
Refugees and State Prisoners	*2,92,815*	..	2,92,815
Miscellaneous	*5,00,167*	..	5,00,167
Works	*22,158*	..	22,158
Charges in England	*10,01,627*	..	10,01,627
Loss or gain by exchange	*1,746*	..	1,746
Total ..	*1,00,76,412*	..	1,00,76,41
36.—Scientific Departments—			
Survey of India	*3,08,648*	—13,71,808	*—10,63,160*
Botanical Survey	*17,231*	53,212	*70,443*
Zoological Survey	*38,297*	1,64,242	*2,02,539*
Geological Survey	*1,46,441*	19,68,154	*21,14,595*
Exploration of Coal, Petroleum and Minerals ..	*4,493*	..	*4,493*

—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads 1	Actuals for 1942 43 Non voted 2 Rs	 Voted 3 Rs	Total 4 Rs
...il Administration—contd			
Scientific Departments—concld			
...nes Department	*95 265*	1 47 252	2 42 517
...chæolog cal Department	*60 040*	10 83 340	11 43 380
...ants in aid and Donations to Scientific Societies and Institutes		2 83 500	2 83 500
...teorolog cal Department	*65 293*	24 00 89[illegible]	24,66 188
...useums		29 288	29 288
...orks		6 604	6 604
...arges in England	*86 467*	1 49 463	2 35 930
...oss or gain by exchange	*152*	260	412
Total	*8 22 327*	49 14 402	57 36,729
Education—			
		9 60 000	9 60 000
		76 529	76 529
...es		97 887	97,887
—Secondary—			
...overnment Intermediate Colleges and Secondary Schools	*1 16 030*	2 24 683	3 40 713
Direct grants to non Government Secondary Schools	*25 392*	4 31 126	4 56 518
Grants to local bodies for secondary education		92 651	92 651
—Primary—			
Government Primary Schools	*1 44 349*	1 27 526	2 71 875
Direct grants to non Government Primary Schools		5 415	5 415
Grants to local bodies for primary education		2 79 421	2 79 421
—Special—			
Government Special Schools		4 69 435	4 69 435
Direct grants to Non Government Special Schools	*10 221*	3 000	13 221
—General—			
Direction	*44 171*	10 126	54 ,297
Inspection	*17 993*	90 428	1 08 421
Scholarships	*30 656*	14 364	45 020
Miscellaneous	*7 320*	20 107	27 4[illegible]7
Deduct—Contributions recoverable from other Governments Departments etc		—6 000	—6 000
—Charges in England—			
High Commissioner	*4 800*	9 303	14 103
Loss or gain by exchange	*8*	16	24
Total	*4 00,940*	29 06 017	33 06 957
38.—Medical—			
Medical establishment	*3 84 787*	4 3[illegible] 910	8 17 697
Hospitals and Dispensaries	*2 43 174*	6 07 765	8,50 939
Grants for medical purposes		8 18 348	8 18 349
Medical colleges and schools	*2 000*	7 593	9 593
Mental hospitals	*13 443*	3 689	17 132
Charges in England	*35,822*	12 041	47,863
Loss or gain by exchange	*62*	21	83
Total	*6 79,253*	18,82,367	25 61 655

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—cont

Heads.	Actuals for 1942-43. Non-voted.		Total.
	Non-voted.	Voted.	
1	2	3	4
	Rs.	Rs.	Rs.
F.—Civil Administration—contd.			
39.—Public Health—			
Public health establishments	*64,888*	5,81,478	6,46,36
Grants for public health purposes	*2,000*	3,54,037	3,56,03
Expenses in connection with epidemic diseases ..	*64,459*	2,92,773	3,57,23
Bacteriological laboratories	*35,415*	3,45,703	3,81,11
Pasteur Institutes	..	4,336	4,33
Works	..	24,952	24,95
Charges in England	*30,608*	16,102	46,71
Loss or gain by exchange	*53*	28	81
Total ..	*1,97,423*	16,19,409	18,16,832
40.—Agriculture—			
Superintendence	..	2,81,715	2,81,715
Subordinate and expert staff	*46,387*	5,57,930	6,04,317
Experimental farms	*27,379*	1,09,585	*1,36,964*
Agricultural demonstration and propaganda, including public exhibition and fairs ..	*3,400*	..	*3,400*
Agricultural experiments and research	*75,650*	288	*75,938*
Agricultural education	..	1,82,301	1,82,301
Imperial Council of Agricultural Research Department	*1,02,611*	4,30,349	5,32,960
Payment of the net proceeds of customs duty on coffee to the Indian Coffee Market Expansion Board	*52,384*	..	52,384
Scheme for the improvement of Agricultural Marketing in India	*23,046*	4,18,044	4,41,090
Block grant for transfer to Sugar Excise Fund ..	..	12,69,000	12,69,000
Grants-in-aid, Contributions, etc.	..	3,96,470	3,96,470
Transfer to the Fund for benefit of cotton growers	*1,10,41,000*	..	1,10,41,000
Payments of the net proceeds of the Agricultural Produce Cess to the Imperial Council of Agricultural Research	*12,87,828*	..	12,87,828
Other charges	..	9,680	9,680
Charges in England	*6,933*	46,968	53,901
Loss or gain by exchange	*12*	82	*94*
Total ..	*1,26,66,630*	37,02,412	1,63,69,042
41.—Veterinary—			
Superintendence	*4,140*	24,529	28,669
Subordinate establishment	*7,593*	..	7,593
Hospitals and dispensaries	*41,047*	..	41,047
Breeding operations	*5,735*	..	5,735
Other charges	*19,944*	9,52,271	*9,72,215*
Charges in England	*4,407*	25,081	*29,488*
Loss or gain by exchange	*7*	44	*51*
Total ..	*82,873*	10,01,925	10,84,798

No 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads.	Actuals for 1942 43 Non-voted	Voted.	Total.
1	2	3	4
	Rs.	Rs.	Rs.
—Civil Administration—contd			
42.—Co-operation—			
Superintendence	..	54,053	54,053
Grants in aid	..	11,800	11,800
Total	..	65,853	65,853
43.—Industries—			
Industries	.	65,286	65,286
Indian School of Mines	*209*	1,80,137	1,80,346
Grants in aid	.	6,99,500	6,99,500
Scientific and Industrial Research	*11,593*	12,59,957	12,71,550
Government Test House		3,18,749	3,18,749
Charges in England	.	14,344	14,344
Loss or gain by exchange	.	25	25
Total	*11,802*	25,37,998	25,49,800
44—Aviation—			
Direction, Operation and Inspection		9,87,046	9,87,046
Grants for Aviation purposes	.	5,91,432	5,91,432
Special grants in aid from additional tax on petrol etc		1,33,288	1,33,288
Appropriation to Civil Aviation Fund	.	3,19,800	3,19,800
Appropriation to the Fund for Development of Civil Aviation		61,00,000	61,00,000
Deduct—Amount met from Civil Aviation Fund		—1,33,288	—1,33,288
Works		4,82,725	4,82,725
Special S[illegible]	.	27,43,267	27,43,267
[illegible]		5,63 316	5,63,316
[illegible]		116	116
Total	.	1,17,87,702	1,17,87,702
45.—Broadcasting —			
Headquarters Establishments	*17,419*	2,69,563	2,86,982
Broadcasting stations		27,99,380	27,99,380
Other charges	..	7,62,182	7,62,182
Block grant for transfer to the fund for Development of Broadcasting	..	22,00,000	22,00,000
Charges in England	..	7,888	7,888
Loss or gain by exchange	..	14	14
Total	*17,419*	60,39,027	60,56,446
47.—Miscellaneous Departments—			
Labour and Emigration—			
Emigration	*82,321*	2,07,867	2,90,188
Inspector of Factories	..	328	328
Labour	..	532	532
Inspection and Test—			
Explosives	..	2,35,005	2,35,005
Inspector of Steam Boilers	*4,574*	[illegible]	19,187

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—con

Heads.	Actuals for 1942-43. Non-voted.	Voted.	Total.
1	2	3	4
	Rs.	Rs.	Rs.
F.—Civil Administration—concld.			
47.—Miscellaneous Departments—concld.			
Statistics—			
Bureau of Commercial Intelligence including Statistics	*62,351*	8,18,335	9,10,6
Census	*7,056*	6,626	13,6
Provincial Statistics	..	300	30
Miscellaneous—			
Registration of Accountants	..	13,371	13,37
Examinations	*3,137*	119	3,25
Superintendent of Insurance	..	2,95,108	2,95,10
Imperial Library	..	87,682	87,68
Controller of Patents and Designs	*20,761*	78,421	99,18
Indian War Memorial	*3,000*	2,989	5,98
Registrar of Trade Marks	*3,028*	1,87,155	1,90,18
Registrar of Joint Stock Companies	..	1,97,415	1,97,41
Administration of Indian Partnership Act, 1932	*25*	1,162	1,18
Miscellaneous	..	4,017	4,017
Charges in England	*10,706*	31,091	41,797
Loss or gain by exchange	*19*	56	7
Total ..	*1,96,978*	22,12,195	24,09,173
FF.—Civil Administration—Capital Account within the Revenue Account—			
44-A.—Capital Outlay on Civil Aviation—			
A.—Civil Aviation—			
Works	..	51,01,963	51,01,963
Equipment	..	47,899	47,899
Establishment	*27,329*	18,419	45,748
B.—Meteorological—			
Works	..	15,764	15,764
Deduct—Receipts and recoveries on Capital Account	..	—5,601	—5,601
Charges in England	*4,800*	..	4,800
Loss or gain by exchange	*8*	..	8
Deduct—Amount transferred from the Fund for the Development of Civil Aviation ..	*—32,137*	—51,78,444	—52,10,581
Total ..	..	..	..
45-A.—Capital Outlay on Broadcasting—			
Works	..	8,86,568	8,86,568
Equipment	..	4,60,467	4,60,467
Installation Department	..	1,25	1,25,618
Deduct—Receipts and Recoveries on Account	..		—142
Charges in England	..	—1,	543
Loss or gain by exchange	..		269
Deduct—Amount met from Fund Development of Broad ..		—13,1.	,699

al

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads 1	Actuals for 1942 43 Non voted 2 Rs	 Voted 3 Rs	Total 4 Rs
G —Currency and Mint—			
48 —Currency—			
Currency Note Printing Press—			
1 Capital Account—			
Buildings		5 148	5 148
Plant and Machinery		3 248	3 248
Minor Equipment		6 330	6 330
Miscellaneous		1 040	1 040
Deduct—Depreciation		—60 664	—60 664
2 Revenue Account—			
(i) Working Expenses	*18 206*	42 57 908	42 76 114
(ii) Interest on Capital	*1,42 170*		1 42 170
Miscellaneous		26 27 935	26 27 935
Total	*1 60 376*	68 40 945	70 01 321
49 —Mint—			
Mint Master s Establishment and Contingencies	*99 281*	53 22 451	54 21 732
Loss on Coinage		71 076	71 076
Purchase of local stores		44 91 566	44 91 566
Works		1 81 270	1 81 270
Charges in England	*9 048*	3 21 083	3 30 131
Loss or gain by exchange	*16*	558	574
Total	*1 08,345*	1 03 88 004	1 04 96 349
H —Civil Works and Miscellaneous Public Improvements—			
50 —Civil Works—			
Original Works—Buildings—			
Customs	*1 484*	2 32 969	2 34 453
Taxes on Income		91 464	91 464
Salt		6 561	6 561
Opium		9 137	9 137
Land Revenue	*186*	786	972
Forest		17 116	17 116
General Administration	*6 99 764*	62 53 784	69 53 548
Audit		44 041	44 041
Administration of Justice		19 237	19 237
Jails and Convict Settlements	*5 94 720*	11 061	6 05 781
Police	*63 895*	1 65 069	2 28 964
Ports and Pilotage		1 10 061	1 10 061
External Affairs	*98 259*		98 259
Scientific Departments	*577*	34 70 912	34 71 489
Education other than European and Anglo Indian Education	*1 47,469*	1 03 644	2 51 113
Medical	*1 63 454*	84 403	2 47,857
Public Health		64 980	64 990
Agriculture		89 530	89 530
Veterinary	*18*	28 035	28 053
Industries		18 089	18 089
Mint		28 53 289	28 53 289
Civil Works	*717*	1 42 496	1 43 213
Stationery and Printing		3 26 481	3 26 481
Miscellaneous Departments	*9 033*	42 310	51 343
Air Raid Precautions	*45,357*	13 76 652	14 22 009
Frontier Watch and Ward	*60 738*		60 738
Total Original Works—Buildings	*18 85 721*		

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads.	Actuals for 1942-43.		Total.
	Non-voted.	Voted.	
1	2	3	4
	Rs.	Rs.	Rs.
H.—Civil Works and Miscellaneous Public Improvements—concld.			
50.—Civil Works—concld.			
Original Works—Communications	*3,83,286*	2,70,450	6,53,736
Original Works—Miscellaneous	*5,01,889*	6,834	5,08,723
Repairs—			
Buildings	*12,42,530*	47,56,202	59,98,732
Communications	*3,16,569*	9,58,145	12,74,714
Miscellaneous	*2,592*	3,96,771	3,99,363
Petty construction and repairs by Civil Department	..	282	282
Establishment	*10,78,810*	—29,70,829	—18,92,019
Tools and Plant	*35,163*	—10,96,662	—10,61,499
Grants-in-aid	*1,579*	1,71,326	1,72,905
Suspense	*56,615*	—52,55,503	—51,98,888
Block grant for transfer to Central Road Fund	..	1,28,00,000	1,28,00,000
Deduct—Amount met from Central Road Fund	*—39,189*	*—1,12,261*	—1,51,450
Deduct—Amount met from subventions from Central Road Fund	..	—1,90,616	—1,90,616
Deduct—Amount recovered from the Crown Representative's Department for works pertaining to that Department	..	—6,000	—6,000
Charges in England	*33,379*	23,266	56,645
Loss or gain by exchange	*59*	39	98
Total ..	*54,99,003*	2,52,43,509	3,07,42,512
J.—Miscellaneous—			
54.—Famine—			
A.—Famine Relief—			
Salaries and Establishment	..	434	434
Miscellaneous	..	2,944	2,944
Total ..	..	3,378	3,378
55.—Superannuation Allowances and Pensions—			
Superannuation and Retired Allowances ..	*43,82,307*	65,99,370	1,09,81,677
Equated payments of commuted value of pensions transferred from Capital (outside the Revenue Account)	*14,46,712*	32,62,595	47,09,307
Compassionate Allowances	*1,01,076*	1,59,959	2,61,035
Gratuities	*15,862*	46,076	61,938
Contributions for pensions and gratuities ..	*2,381*	..	2,381
Pensions for distinguished and meritorious services or for political considerations ..	*3,30,243*	3,550	3,33,793
Charitable Allowances	*4,139*	..	4,139
Pensions, etc., under the War Risks Compensation Scheme	..	22,785	22,785
Special pension connected with War, 1914 ..	..	12,645	12,645
Pensions to the dependents of deceased lascars (*ex*-German Ships) interned during the War	..	596	596
Germany			

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads. 1	Actuals for 1942 43 Non-voted. 2 Rs.	Voted 3 Rs	Total 4 Rs.
I.—Miscellaneous—contd.			
55.—Superannuation Allowances and Pensions—concld			
Donations to Service Funds	.	580	580
Donations to Provident Funds ..	*80,918*	2,16,647	2,97,565
Pensions of the Military Fund .	*3,657*		3,657
Pensions of the Military Orphan Fund .	*11,752*		11,752
Pensions of the Medical Retiring Fund	*1,587*		1,587
Pensions under the Indian Civil Service (Non European Members) Family Pension Rules	*46,500*	..	46,500
Government contribution payable under the Indian Civil Service Family Pension Rules	*4,913*		4,943
Concession grants in respect of past contribution to Annuities ..	*533*		533
Covenanted Civil Service Pensions	*1,68,872*		1,68,872
Pensions of the Bengal Civil Fund	*3,797*		3,797
Pensions of the Madras Civil Fund	*14,470*		14,470
Pensions of the Bombay Civil Fund	*1,628*		1,628
Pensions under the Superior Service (India) Family Pensions (un transferred) Rules	*1,02,312*		1,02,312
Charges in England .	*2,54,88,633*	14,62,856	2,69,51,489
Loss or gain by exchange	*20,684*	2,519	23,203
Deduct—Actual amount of pensions recovered from other Governments .	*—1,76,96,383*	—38,448	—1,77,34,831
Deduct—Pensionary charges transferred to Commercial Departments	*—9,920*	—83,772	—93,692
Total	*1,45,26,703*	1,16 67,958	2,61,94,661
56.—Stationery and Printing—			
I —Stat[illegible]			
[illegible]	*24,325*	36,70,733	36,95,058
[illegible]		3 07 84,855	3 07,84,855
[illegible]		9 417	9,417
[illegible]	*194*	314	508
[illegible] other [illegible]		—1,53,44,297	—1,53,44,297
II—Printing—			
Government presses	*31,648*	26,83,580	27,15,228
Printing at private presses	.	3,01,453	3,01,453
Lithography	.	337	337
Cost of printing work done by other Governments . ..	.	1,13,393	1,13,393
Deduct—Cost of printing work done for other Governments and paying Departments .	..	—74,38,937	—74,38,937
Charges in England	*2,987*	4,90,511	4,93,498
Loss or gain by exchange	*5*	854	859
Total ..	*59,159*	1,52,75,216	1,53,34,375
57.—Miscellaneous—			
Cost of books and periodicals . ..	.	62,152	62,152
Donations for charitable purposes	*1,200*	12,585	13,785
Special Commissions of Enquiry	*79,315*	47,999	1,27,314
Pilgrimage beyond India	*536*	51,569	52 105
Petty establishments	..		812
Irrecoverable temporary loans and advances written off	*8,305*		[illegible]

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—

Heads. 1	Actuals for 1942-43. Non-voted. 2 Rs.	 Voted. 3 Rs.	To R
J.—Miscellaneous—concld.			
57.—Miscellaneous—concld.			
Rents, rates and taxes	..	6,96,893	6,9
Contributions	*1,465*	10,01,114	10,0
Miscellaneous compensations	*3,64,850*	1,302	3,6
Miscellaneous Durbar Charges	*50,998*	..	5
Payments arising out of the Military Lands Scheme, Bombay	*1,000*	14,391	1
Loss by exchange on local transactions ..	*18,844*	2,785	21
Miscellaneous and unforeseen charges	*33,588*	2,46,352	2,79
Soldiers' Boards	..	2,279	2
Charges in England	*10,299*	1,41,959	1,52,
Loss or gain by exchange	*18*	247	
Total ..	*5,70,921*	23,45,491	29,16,
JJ.—Miscellaneous—Capital Account within the Revenue Account—			
55-A.—Commutation of Pensions financed from Ordinary Revenues—			
Amount transferred from " 83.—Payments of Commuted value of Pensions "	*4,90,768*	—1,03,613	3,87,1
Total ..	*4,90,768*	—1,03,613	3,87,15
K.—Defence Services—			
58.—Defence Services—Effective—			
I.—Charges in India—			
Normal cost of Defence Services	*36,76,63,000*	..	36,76,63,00
Lump provision for increase in prices ..	*7,97,34,000*	..	7,97,34,00
War measures chargeable to Indian revenues ..	*1,64,93,08,292*	..	1,64,93,08,29
II.—Charges in England—			
War measures chargeable to Indian revenues	*24,39,206*	..	24,39,20
Total ..	*2,09,91,44,498*	..	2,09,91,44,49
59.—Defence Services—Non-Effective—			
I.—Charges in India—			
1. Army	*3,79,92,781*	..	3,79,92,781
2. Air Forces	*41,610*	..	41,610
3. Royal Indian Navy	*1,92,772*	..	1,92,772
II.—Charges in England—			
1. Army	*4,71,16,099*	..	4,71,16,099
2. Air Forces	*3,03,881*	..	3,03,881
3. Royal Indian Navy	*6,31,890*		6,31,890
Total ..	*8,62,79,033*	..	8,62,79,033
—Contributions and Miscellaneous Adjustments between Central and Provincial Governments—			
61.—Grants-in-aid to Provincial Governments—			
Grants-in-aid to the Government of Coorg ..	..	1,00,000	1,00,000
Grants-in-aid to the Government of Assam ..	*30,00,000*	..	30,00,000
Grants-in-aid to the Government of North-West Frontier Province	*1,00,00,000*	..	1,00,00,000
Grants-in-aid to the Government of Orissa ..	*40,00,000*	..	40,00,000
Grants-in-aid to the Government of Sind ..	*1,05,00,000*	..	1,05,00,000
Total ..	*2,75,00,000*	1,00,000	2,76,00,000

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd*

Heads	Actuals for 1942 43		Total
	Non voted	Voted	
1	2	3	4
	Rs	Rs	Rs
L —Contributions and Micellaneous Adjustments between Central and Provincial Governments—concld			
62 —Miscellaneous Adjustments between Central and Provincial Governments—			
Contributions to the Provincial Governments on account of Agency functions in respect of Petroleum and Explosives Acts—			
Madras		14 930	14,930
Bombay		15,344	15 344
Bengal		13,919	13 919
United Provinces		18,194	18 194
Punjab		5,726	5,726
Bihar		12 117	12,117
Central Provinces and Berar		2 315	2,315
Assam		1,309	1,309
North West Frontier Province		512	512
Orissa		1,103	1,103
Sind		994	994
Total		86 463	86 463
—Extraordinary Items—			
63.—Extraordinary Charges—			
Expenditure in connection with the earthquakes of 1934 and 1935	*2,06,728*		2 06 728
Charges in England —High Commissioner—			
Sterling Overseas pay	*9 067*		9 067
Loss or gain by exchange	*16*		16
Total	*2 15,811*		2 15,811
64 —Expenditure connected with the War, 1939—			
Department of Supply	*2 37 96,501*		2 37 96 501
Expenditure in connection with the purchase of *sugar*	*2 39 410*		2 39,410
Controller of Enemy Firms and Enemy Trading and Custodian of Enemy Property	*2,89 313*		2,89 313
Wheat Commissioner for India	*1 97,906*		1,97 906
Press Officers	*72,41,054*		72,41,054
Persian Gulf War Trade Bureau	*21,013*		21 013
Expenditure in connection with interned enemy *subjects*	*10 47,321*		40 47 321
Steel Control Adviser	*22 232*		*22 232*
War Transport Board	*2,508*		2 508
Payments to Provinces for War expenditure incurred by them	*2,52,736*		2 52,736
Losses due to enemy *action*	*14 558*		*14 558*
Miscellaneous	*3 29 026*		*3 29 026*
Tea Controller for India	*2,796*		2,790
Remuneration and expenses of agents employed for purposes of War Risks (Goods) Insurance Scheme	*6,65,070*		6,65 070
War Risks (Factories) Insurance Scheme	*99 073*		99 07
Payments to the War Risks (Factories) Insurance Fund	*9,23 81,237*		9 23 81 23
Remuneration and expenses of agents employed for purposes of War Risks (Factories) Insurance Scheme	*263 913*		*263 94*
Deduct—Amount met from War Risks (Factories) Insurance Fund	*—4 11,420*		—4,11 42
Railway priorities and Coal distribution	*2 15,641*		2,15 64
Yarn Commissioner for India	*837*		83
Scheme for Civil Pioneer Force	*55 07,550*		55 07 55
War Resources Committee	*60 127*		*60 12*
Payment of Liabilities under the War Risk (Goods) Insurance Scheme	*20,062*		*20,0*
Payment of Liabilities under the War Risks (Factories) Insurance Scheme	*11,4*		

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—co

Heads.	Actuals for 1942-43.		Total.
	Non-voted.	Voted.	
1	2	3	4
	Rs.	Rs.	Rs.
M.—Extraordinary Items—concld.			
64.—Expenditure connected with the War, 1939—concld.			
Expenditure on denial measures	*1,22,71,575*	..	1,22,71,5
Paper Commissioner for India	*13,941*	..	13,9
Compensation to Government servants for personal effects lost in enemy occupied territory	*18,639*	..	18,6
Representative of India in the War Cabinet	*18,090*	..	18,0
Standard Cloth Commissioner for India	*1,151*	..	1,1
Expenditure on removal of plants and other stores from threatened areas	*12,01,526*	..	12,01,5
Transport organisation	*27,229*	..	27,2
Expenditure on evacuees from War Zones and dependents of persons detained there	*1,22,55,292*	..	1,22,55,2
Payments to War Risks (Goods) Insurance Fund	*6,31,29,663*	..	6,31,29,6
War Risks (Goods) Insurance Scheme	*1,31,516*	..	1,31,5
Deduct—amount met from the War Risks (Goods) Insurance Fund	*—8,16,648*	..	—8,16,6
Pensions, etc. paid to Widows and Dependents of Lascars employed in ships registered in the United Kingdom	*4,50,534*	..	4,50,5
Pensions, etc. paid to the Widows and Dependents of Lascars employed in ships registered outside the United Kingdom	*4,374*	..	4,37
Scheme for the training of skilled artisans	*1,17,21,951*	..	1,17,21,95
Expenditure connected with National Service Labour Tribunals	*6,08,907*	..	6,08,90
Motor spirit and tyre rationing scheme	*9,54,853*	..	9,54,853
Charges in England—			
Secretary of State—			
Allotment of pay of officers	*26,491*	..	26,491
Other charges	*37,983*	..	37,983
Indian Purchasing Mission in the United States of America	*14,80,171*	..	*14,80,171*
High Commissioner—			
Scheme for training of skilled artisans	*54,331*	..	54,331
Allotment of pay of officers	*20,207*	..	20,207
Leave salaries and deputation pay	*34,338*	..	34,338
Sterling Overseas Pay	*2,93,413*	..	2,93,413
Losses due to enemy action	*3,28,520*	..	3,28,520
Other charges	*12,49,791*	..	12,49,791
Indian Purchasing Mission in the United States of America	*1,221*	..	1,221
Loss or gain by exchange	*6,157*	..	6,157
Total	*24,08,32,114*	..	24,08,32,114
64-B.—Expenditure connected with Civil Defence—			
Expenditure on Air Raid Precautions	*3,92,035*	5,85,84,881	5,89,76,916
Expenditure on Civic Guards	*19,943*	21,42,624	21,62,567
Expenditure connected with War Injuries Scheme	..	1,07,366	1,07,366
Charges in England—			
Secretary of State—			
Allotment of pay of officers	*1,342*	..	1,342
Other charges	..	6,258	6,258
High Commissioner—			
Sterling Overseas Pay	*1,955*	..	1,955
Allotment of pay of officers	*4,800*	94,893	99,693
Leave salaries and deputation pay	..	21,634	21,634
Stores for India	..	29	29
Other charges	..	1,50,742	1,50,742
Loss or gain by exchange	*14*	476	490
Total	*4,20,089*	6,11,08,903	6,15,28,992

No 5 —DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads	Actuals for 1942 43		Total
	Non voted	Voted	
1	2	3	4
	Rs	Rs	Rs
Capital Accounts outside the Revenue Account—			
BB —Railway Capital Account outside the Revenue Account—			
67 A —Construction of State Railways—Commercial—			
I Preliminary Expenses		22 981	22 981
II Land		—3 49 650	—3 49 650
III Structural Engineering Works		39 37 061	39 37 061
IV Equipment		9 14 378	9 14 378
V Rolling Stock		—1 30 26 301	—1 30 26 301
VI General Charges		—11 132	—11 132
VII Collieries		—3 83 830	—3 83 830
VIII Miscellaneous		—24 256	—24 256
IX Suspense	*15 409*	3 05 53 873	3 0 69 282
X Purchase of Railway Line		16 23 94 441	16 23 94 441
Deduct—Receipts on Capital Account		+4 52 077	+4 52 077
Total	*15 409*	18 44 79 642	18 44 95 051
67-B —Construction of State Railways—Strategic—			
I Preliminary expenses		161	161
II Land		—5 130	—5 130
III Structural Engineering Works		—7 43 446	—7 43 446
IV Equipment		6 925	6 925
V Rolling Stock		—29 686	29 686
VI General Charges		—48 081	—48 081
IX Suspense		3 33 425	3 33 425
Deduct—Receipts on Capital Account		—20	—20
Total		—4 85 852	—4 85 852
67-C —Capital Contributed by Railway Companies towards outlay on State Railways—			
Discharge of Debentures	*5 98 86 636*		5 98 86 636
CC —Capital Account of Irrigation, Navigation, Embankment and Drainage Works outside the Revenue Account—			
68 —Construction of Irrigation, Navigation, Embankment and Drainage Works—			
A —Irrigation Works—			
(1) Productive—			
Works	*10 324*		10 324
Establishment	*5 995*		5 995
Tools and Plant	*96*		96
Deduct—Receipts and Recoveries on Capital Account	*— 1 274*		—1 274
(2) Unproductive—			
Works	*1 102*		1 102
Establishment	*744*		744
Deduct—Amount financed from Ordinary Revenues	*—16 987*		—16 987
Total			
DD —Posts and Telegraphs Capital Account outside the Revenue Account—			
69 —Capital Outlay on Posts and Telegraphs—			
A —Capital outlay on New Assets		42 21 110	42,21 110
Deduct—Portion of capital outlay financed from ordinary revenues		—2 55,272	—2 55,272
Total		39 65 838	39 65 838

No. 5.—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*contd.*

Heads.	Actuals for 1942-43. Non-voted.	Voted.	Total.
1	2	3	4
	Rs.	Rs.	Rs.
FF.—Civil Administration—Capital Account outside the Revenue Account —			
73.—Capital Outlay on Vizagapatam Port—			
Broad Gauge Railways	..	—28,691	—28,691
Plant	..	—12,701	—12,701
Suspense	..	82,522	82,522
Total ..	..	41,130	41,130
HH.—Capital Account of Civil Works and Miscellaneous Public Improvements outside the Revenue Account—			
78.—Initial Expenditure on new Capital at Delhi—			
Works	..	28,87,212	28,87,212
Establishments	..	1,60,791	1,60,791
Tools and Plant	..	48,290	48,290
Total ..	..	30,96,293	30,96,293
JJ.—Miscellaneous Capital Account outside the Revenue Account—			
83.—Payments of commuted value of Pensions—			
(a) Payments in India	*31,91,027*	19,86,229	51,77,256
(b) Payments in England—			
Par Value	*3,72,773*	27,255	4,00,028
Loss or gain by exchange	*648*	47	695
Deduct—			
(1) Amount financed from ordinary revenues ..	*—4,90,768*	1,03,613	—3,87,155
(2) Amount recovered from other Governments and Departments, etc.	*—20,99,392*	—6,71,927	—27,71,319
(3) Capital portion of equated payments out of revenue	*—22,02,910*	—37,49,556	—59,52,466
Total ..	*—12,28,622*	—23,04,339	—35,32,961
KK.—Defence Services—			
86.—Defence Capital Expenditure—			
Air Force—Air Fields	*23,34,17,000*	..	23,34,17,000
Capital outlay on Industrial Expansion ..	*5,70,35,000*	..	5,70,35,000
Reciprocal Aid—Air Fields	*8,55,79,000*	..	8,55,79,000
New Construction for Royal Indian Navy ..	*3,38,33,000*	..	3,38,33,000
Capital outlay on Tele-Communication scheme	*7,84,000*	..	7,84,000
India's share of the Capital outlay involved in carrying out the Chat-field Modernisation Plan	*11,44,33,000*	..	11,44,33,000
Total ..	*52,50,81,000*	..	52,50,81,000

5—DETAILED ACCOUNT OF EXPENDITURE BY MINOR HEADS—*concld.*

Heads.	Actuals for 1942-43. Non-voted.	Voted.	Totals.
1	2	3	4
	Rs.	Rs.	Rs.
M.—Extraordinary Items—			
87.—Capital Outlay on Schemes connected with the War, 1939—			
Scheme for the purchase of food grains—			
Purchases of the Food Department	*3,87,49,113*	..	3,87,49,113
Deduct—receipts and recoveries on capital account	*—3,84,98,116*	..	—3,84,98,116
Net Expenditure	*2,50,997*	..	2,50,997
Scheme for Reserve Stock of Coal—			
Reserve stock of coal in Jharia and Raniganj	*8,96,959*	..	8,96,959
Deduct—receipts and recoveries on capital account	*—59,844*	..	— 59,844
Net Expenditure	*8,37,115*	..	8,37,115
Scheme for the purchase and contruction of Lighters—			
Construction of Lighters	*4,93,943*	..	4,93,943
Purchase of Lighters	*3,47,880*	..	3,47,880
Deduct—share of the cost debited to His Majesty's Government	*—4,20,912*	..	—4,20,912
Net Expenditure	*4,20,911*	..	4,20,911
Acquisition of frustrated cargoes	*2,23,155*	..	2,23,155
Deduct—receipts and recoveries on capital account	*—1,08,588*	..	—1,08,588
Net Expenditure	*1,14,567*	..	1,14,567
Purchase of Rubber	*82,66,284*		82,66,284
Deduct—receipts and recoveries on capital account	*—65,18,146*	..	—65,18,146
Net Expenditure	*17,48,138*	..	17,48,138
Purchase of machinery for Mica Miners ..	*4,40,699*	..	4,40,699
Deduct—receipts and recoveries on capital account	*—46,123*	..	—46,123
Net Expenditure	*3,94,576*	..	3,94,576
Acquisition of reserve stores by supply Department	*1,21,83,978*	..	1,21,83,978
Deduct—receipts and recoveries on capital account	*—32,71,961*	..	—32,71,961
Net Expenditure	*89,12,017*	..	89,12,017
Prospecting for oil	*2,504*	..	2,504
Purchase of machine tools	*(a) 53,662*	..	(a) 53,662
Purchase of Food Grains by Local Administrations	*2,00,000*	..	2,00,000
Total Capital Outlay on Schemes connected with the War, 1939	*1,29,34,487*	..	1,29,34,487

(a) Includes Rs. 47,475 on account of charges in England and Rs. 81 on account of exchange there

No. 6.—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE THE RE[illegible]NUE ACCOUNT DURING AND TO END OF THE YEAR.

Heads.	Expenditure during 1942-43.	Expe[illegible] to e[illegible] 19[illegible]
	Rs.	Rs.
66.—Capital Outlay on the Security Printing Press—		
Land	..	[illegible]
Buildings	23,768	[illegible]
Plant and Machinery	28,968	9,9[illegible]
Minor Equipment	3,295	[illegible]
Miscellaneous	1,497	[illegible]
Deduct—Depreciation	—53,250	—16,[illegible]
Charges in England—		
Stores for India	..	[illegible]
Loss or gain by exchange	..	
Total	4,278	25,[illegible]
Deduct—Expenditure financed from Ordinary Revenues	—4,278	—18,[illegible]
Net expenditure outside the revenue account	..	6,9[illegible]
67-A.—Construction of State Railways—		
COMMERCIAL—		
State Railways worked by the State—		
East Indian	91,98,007	(a)1,49,59,[illegible]
Bengal and Assam	83,03,103	(b)78,59,[illegible]
Bombay, Baroda and Central India	1,09,10,267	(c)75,12,[illegible]
Great Indian Peninsula	33,74,728	(d)1,12,86,[illegible]
North Western	17,39,219	(e)1,13,09,[illegible]
Railway Collieries	50,011	1,63,77,[illegible]
Oudh and Tirhut (B. & N. W.)	12,24,98,501	(f)22,72,64,[illegible]
Oudh and Tirhut (R. & K.)	2,27,36,262	(g)4,92,66,[illegible]
Total	17,88,10,098	5,58,86,10,[illegible]

(a) Includes Rs. 13,71,494 and excludes Rs. 1,89,460 transferred from and to North Western R[illegible]way (Commercial and Strategic) and includes Rs. 3,53,164 *transferred from Great Indian Penins*[illegible] Railway.

(b) Excludes Rs. 75,350 transferred to Bombay, Baroda and Central India Railway and Gr[illegible] Indian Peninsula Railway.

(c) Includes Rs. 30,582 transferred from Bengal and Assam Railway.

(d) Excludes Rs. 11,51,831 transferred to North Western (Commercial and Strategic) (Rs. 7,98,6[illegible] and *East Indian* (Rs. 3,53,164) and includes Rs. 71,191 transferred from North Western Rail[illegible] (Rs. 26,423) and Bengal and Assam Railway (Rs. 44,768).

(e) Excludes Rs. 12,38,596 and includes Rs. 1,59,241 transferred to and from East Indian Ra[illegible] and includes Rs. 6,98,621 transferred from Great Indian Peninsula Railway.

(f) Includes Rs. 10,46,72,365 and Rs. 93,538 transferred from Tirhut Ry. and 'Miscellane[illegible] Exchange' respectively.

(g) Includes Rs. 2,65,05,495 and Rs. 24,431 transferred from Lucknow Bareilly, (Rohilkh[illegible] Kumaon) and "Miscellaneous—Exchange".

6.—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE THE REVENUE ACCOUNT DURING AND TO END OF THE YEAR—*contd.*

Heads.	Expenditure during 1942-43. Rs.	Expenditure to end of 1942-43. Rs
.—Construction of State Railways—concld		
MMERCIAL—*contd.*		
ate Railways worked by Companies and Indian States—		
Bengal Nagpur	31,08,043	(*h*)79,03,25,469
Bezwada Extension	948	18,10,456
Jodhpur	18,65,200	1,45,04,116
Madras and Southern Mahratta	16,15,492	53,25,69,969
South Indian	—2,05,703	(*i*)45,47,91,782
Dhone Kurnool	28	27,97,785
Jorhat	..	(*j*)12,78,863
Total ..	56,84,008	1,79,80,78,440
scellaneous—		
Exchange	945	(*k*)16,39,007
Total—Commercial ..	18,44,95,051	7,38,83,28,210
Deduct—Capital Contributed by Railway Companies towards Outlay on State Railways	+5,55,89,788	(*l*)—14,28,48,020
Net Government Outlay	24,00,84,839	(*m*)7,24,54,80,190
67-B.—Construction of State Railways—		
Strategic—		
North Western	—4,85,852	(*n*)33,68,67,494
68—Construction of Irrigation, Navigation, Embankment and Drainage Works—		
A.—Irrigation Works—		
(*I*) Productive—		
Nasirabad Section of the Lloyd Barrage and Canals systems	15,141	1,08,96,486
Deduct—Outlay financed from ordinary revenues ..	—15,141	—99,433
Net expenditure outside the revenue account	..	1,07,97,053

(*h*) Rs 24,30,438 being the difference in Exchange and discount on debentures discharged during e year has been dropped without financial adjustment.

(*i*) Rs. 32,09,438 being the difference in Exchange and discount on debentures discharged dropped hout financial adjustment.

(*j*) Excludes Rs. 43,208 representing difference between the value of Stores on the transfer of the from the Provincial to the Central Government on 1-4-1937.

(*k*) Excludes Rs. 93,538 and Rs. 24,431 transferred to the Oudh and Tirhut Railway (Bengal and rth Western and Rohilkhund and Kumaon Railways respectively).

(*l*) Excludes Rs. 1,92,10,415 on account of State Share of the debenture Stock of the Bengal and orth Western Railway taken as a State debt on the termination of the contract and Rs 60,73,540 s. 24 30,438, Rs. 32,09,438, Rs. 3,90,456 and Rs 43,208) dropped without financial adjustment

(*m*) The net increase of Rs. 1,92,39,471 as a whole is composed of Rs. 1,92,10,415 taken as a State bt on account of State Share of debenture of Bengal and North Western Railway and Rs. 29,056 nsferred from Strategic lines to Commercial lines.

(*n*) Excludes Rs. 1,32,898 and includes Rs. 30,219 transferred to and from East Indian Railway and ludes Rs. 76,183 and excludes Rs. 2,560 transferred from and to Great Indian Peninsula Railway. re (*m*) above]

No. 6.—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE THE REVENUE ACCOUNT DURING AND TO END OF THE YEAR—contd.

Heads.	Expenditure during 1942-43. Rs.	Expenditure to end of 1942-43. Rs.
68.—Construction of Irrigation, Navigation, Embankment and Drainage Works—concld.		
A.—Irrigation Works—*concld.*		
(2) Unproductive—		
Baluchistan—		
Pishin Canal	..	29,06,17[illegible]
Nari Weir Canal	1,846	6,55,01[illegible]
Rajputana—		
Tank Projects	..	28,44,0[illegible]
Total ..	1,846	64,05,21[illegible]
Deduct—Amount financed from ordinary revenues ..	—1,846	—64,05,21[illegible]
Net expenditure outside the revenue account	..	..
Total Irrigation, etc., Works ..	..	1,07,97,053
69.—Capital outlay on Posts and Telegraphs		
Post Office	..	1,47,81,794
Telegraphs	1,57,79,365	13,48,28,432
Telephones	47,69,824	8,47,01,076
Radio	1,92,971	39,57,817
Total ..	2,07,42,160	(a) 23,82,69,119
Deduct—Amount debited to Telephone Development Fund under P.—Deposits and Advances—Part II—Deposits not bearing interest—B.—Reserve Funds	—1,46,42,145	—7,03,65,823
Net ..	61,00,015	16,79,03,29[illegible]
Appropriation to the Telephone Development Fund ..	—21,34,177	7,03,65,82[illegible]
Net expenditure outside the revenue account	39,65,838	23,82,69,11[illegible]

(a) The capital expenditure upto 1941-42 has been decreased by a net amount of Rs. 1,78,4[illegible] removed from the Block Capital account without any financial adjustment on account of t[illegible] following :—

	Rs.
Add—	
(i) Net result of misclassifications of previous years affecting Capital and Revenue heads	14[illegible]
(ii) Inter branch transfer of buildings. Buildings originally debited to Postal Branch, Capital cost of which is met from Revenues now transferred to Capital account outside the Revenue account	1,420
Total ..	1,561
Deduct—Net amount removed from the Block value as a result of further investigations	—1,79,99[illegible]
Net deduction ..	—1,78,431

6.—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE THE REVENUE ACCOUNT DURING AND TO END OF THE YEAR—*contd.*

Heads	Expenditure during 1942-43. Rs.	Expenditure to end of 1942-43. Rs.
1.—Capital Outlay on Schemes of Agricultural Improvement and Research—		
Transfer of Imperial Institute of Agricultural Research from Pusa to Delhi	..	32,78,019
3.—Capital Outlay on Vizagapatam Port—		
Land	..	1,20,96,377
Waterways	..	1,38,97,964
Docks and Berths	..	32,65,054
Broad Gauge Railways	—28,691	11,75,501
Ferries	..	2,18,440
Manganese facilities	..	5,44,989
Plant	—12,701	13,56,913
Floating craft	..	(a)33,58,101
Buildings	..	20,02,521
Suspense	82,522	3,06,179
Total ..	41,130	(a)3,82,22,039
7.—Currency Capital Account—		
Payments to the Reserve Bank of India under Section 46 of the Reserve Bank of India Act	..	5,18,99,269
Currency Note Printing Press	..	16,47,305
Total Currency Capital Outlay ..	.	5,35,46,574
8.—Initial Expenditure on New Capital at Delhi—		
Works	42,06,367	14,62,98,084
Establishments	1,60,791	2,32,09,333
Tools and Plant	48,290	98,56,333
Stock and Suspense	..	12,24,195
Miscellaneous	..	71,48,119
Deduct—Receipts and Recoveries on Capital Account ..	—13,19,165	—2,13,49,458
Total ..	30,96,293	16,63,86,606
—Payments of Commuted Value of Pensions	—35,32,961	4,50,68,786
—Capital Outlay on Bombay Land Scheme	..	2,31,11,835
—Defence Capital Expenditure—		
Air Forces—Air Fields	23,34,17,000	23,34,17,000
Capital Outlay on Industrial Expansion	5,70,35,000	5,70,35,000
Reciprocal Aid Air Fields	8,55,79,000	8,55,70,000
New Construction for the Royal Indian Navy	3,38,33,000	3,38,33,000
Capital O[illegible]	7,84,000	7,81,000
[illegible] carrying out	11,44,33,000	11,44,33,000
Total ..	52,50,81,000	52,50,81,000

(a) A sum of Rs. 49,484 being the Book Value of Tug "Dataga" and Rock Breaker "Waltair" written off without financial adjustment under the orders of the Central Government.

No. 6.—STATEMENT OF CAPITAL EXPENDITURE OUTSIDE THE RE- NUE ACCOUNT DURING AND TO END OF THE YEAR—*concld.*

Heads.	Expenditure during 1942-43. Rs.	Expenditure to end of 1942-43. Rs.
87.—Capital Outlay on Schemes connected with the War, 1939—		
Scheme for the purchase of food grains—		
Purchases of the Food Department	3,87,49,113	3,87,49,1
Deduct—Receipts and Recoveries on Capital Account ..	—3,84,98,116	—3,84,98,1
Net Expenditure ..	2,50,997	2,50,9
Scheme for Reserve Stock of Coal—		
Reserve Stock of Coal in Jharia and Raniganj	8,96,959	8,96,9
Deduct—Receipts and Recoveries on Capital Account ..	—59,844	—59,8
Net Expenditure ..	8,37,115	8,37,1
Scheme for the purchase and construction of Lighters—		
Construction of Lighters	4,93,943	4,93,94
Purchase of Lighters..	3,47,880	3,47,88
Deduct—Share of the cost debited to His Majesty's Government	—4,20,912	—4,20,91
Net Expenditure ..	4,20,911	4,20,911
Acquisition of frustrated Cargoes	2,23,155	2,23,155
Deduct—Receipts and Recoveries on Capital Account ..	—1,08,588	—1,08,588
Net Expenditure ..	1,14,567	1,14,567
Purchase of Rubber	82,66,284	82,66,284
Deduct—Receipts and Recoveries on Capital Account ..	—65,18,146	—65,18,146
Net Expenditure ..	17,48,138	17,48,138
Purchase of Machinery for Mica Miners	4,40,699	4,40,699
Deduct—Receipts and Recoveries on Capital Account ..	—46,123	—46,123
Net Expenditure ..	3,94,576	3,94,576
Acquisition of reserve stores by Supply Department ..	1,21,83,978	1,21,83,978
Deduct—Receipts and Recoveries on Capital Account ..	—32,71,961	—32,71,961
Net Expenditure ..	89,12,017	89,12,017
Prospecting for oil	2,504	2,504
Purchase of Machine tools	53,662	53,662
Purchase of Food grains by Local Administration ..	2,00,000	2,00,000
Total ..	1,29,34,487	1,29,34,487
GRAND TOTAL ..	78,11,84,774	(b)8,69,97,25,89

(b) The net increase of Rs. 1,89,82,497 in the progressive capital expenditure to end of 1942-4 without financial adjustment, is due to the increase of Rs. 1,92,39,471 under "67-A" and decre of Rs. 29,056, Rs.1,78,434 and Rs. 49,484 under "67-B", "69" and "73" respectively in the pro- gressive figures of these capital heads as explained thereunder.

B.—DEBT, DEPOSITS AND REMITTANCE ACCOUNTS.

PART I—REPORT

B.—DEBT, DEPOSITS AND REMITTANCE ACCOUNTS.

I.—Report.

INTRODUCTORY.

1. Disbursements under debt, deposits and remittance heads, although involving temporary appropriations of Government funds, are not ordinarily regarded as expenditure within the meaning of Section 67-A (5) of the Government of India Act, as set out in the 9th Schedule of the Government of India Act, 1935, and except in a few specified cases, are not required to be submitted to the Legislature in the form of Demands for Grants. It is, however, essential to maintain a complete and progressive record of the debt, deposit, advance, suspense and remittance transactions, as they cannot be ignored when considering the financial position of Government. The management of various receipts and disbursements under these heads constitutes a vital part of the machinery of financial administration. This part of the report contains a record of these transactions and its object is, in the first place, to give a complete enumeration of balances under debt, deposits and remittance heads and, in the second place, to review the current state of the accounts under each head.

2. An elaborate account of the origin and nature of certain transactions was given in the Report for the year 1937-38. The explanatory matter in this Report has, in most cases, been restricted to an explanation of the head of account itself.

3. Except where stated otherwise, the balances in this part of the Report under each head have been duly verified and found to agree with those shown in the separate registers or other records maintained in the Accounts Offices for the purpose in accordance with the prescribed rules and have also been accepted as correct by responsible officers concerned where necessary ; the terms and conditions of loans, etc., have been fulfilled and repayments made regularly ; the debits and credits during the year to the various reserve funds and deposits accounts of grants, etc., were for amounts authorised by the relevant Acts or rules of the funds or accounts and there were no diversions for purposes other than those for which the funds were constituted or the grants were made.

4 The following is the general statement of balances in India and England, of the Central Government on the 31st March 1943

I —Balances in India

Debit Balances	Section of the General Account	Name of Account	Page	Credit Balances
(1)	(2)	(3)	(4)	(5)
Rs				Rs
76 38 70 0[illegible]9	A to M part of Section P and Sections S (II) and T	Government	88	
	N	Public Debt	9[illegible]	10 16 70 21 795
	O	Unfunded Debt	97	1 89 49 61 076
	P	Deposits and Advances—		
		(i) Deposits bearing interest—		
		Gross balance	109	96 78 05 561
83 38 398		Investments	109	
		(ii) Deposits not bearing interest—		
		Gross balance	112	74 93 96 077
15 998		Investments	112	
28 06 83 029		(iii) Advances not bearing interest	135	
		(iv) Suspense—		
60 70 07 110		Investments	153	
		Other items	153	33 94 72 610
3 248		(v) Miscellaneous	165	
	Q	Loans and advances by the Central Government		
1 11 11 50 6[illegible]		(i) Advances to Provincial Governments	166	
18 75 [illegible]8,550		(ii) Other loans	166	
	S(I)	Remittances within India (net)	175	1 33 76 060
	S(II)	Remittances between England and India—		
		Items adjustable in India (net)	175	91 130
17 35 77 682	V	Cash Balance (Closing)	182	
14 13 21,24 309		Total		14 13 21 24 309

II.—Balances in England.

Debit Balances						Credit Balances		
Total.	High Commissioner.	Secretary of State.	Section of the General Account.	Name of Account.	Page.	Secretary of State.	High Commissioner.	Total.
(1) £	(2) £	(3) £	(4)	(5)	(6)	(7) £	(8) £	(9) £
37,237,816	..	37,237,816	A to M and S (II).	Government ..	89	..	136,098	136,098
			N	Public Debt ..	92	65,912,097	..	65,912,097
			O	Unfunded Debt	97	2,784,757	..	2,784,757
			P	Deposits and Advances—				
				(*ii*) Deposits not bearing interest				
				Gross balance	112	7,500,000	..	7,500,000
7,499,995	..	7,499,995		Investments	112			
				(*iii*) Advances not bearing interest ..	135			
7,399	5,756	1,643		(*iv*) Suspense—				
29,570,793	..	29,570,793		Investments—	153			
4,619,378	51,541	4,567,837		*Other items* (net) ..	153			
				(*v*) Miscellaneous ..	165	32,620	61,134	93,75
1,715	1,715	..	S (II)	Remittances between England and India —Items adjustable in England (net)	175	3,165,724	..	3,165,72
655,334	138,220	517,114	V	Cash balance (Closing) ..	182			
79,592,430	197,232	79,395,198		Total ..		79,395,198	197,232	79,592,4

5 It may be mentioned here that the balances of accounts shown in these statements are not, and cannot be regarded as a complete record of the state of affairs of the Central Government as it is not possible to take into account all the various assets of Government such as land buildings communications, etc for which no statistics are available and the value of which it is difficult to estimate These statements therefore, show the balances of those accounts only for which separate running accounts are kept within the Government books

The above balances are reviewed in detail in the following paragraphs —

SECTIONS A TO M, PART OF SECTION P AND SECTIONS S (II) AND T—GOVERNMENT ACCOUNT

India		Dr Rs	11,76,38,20,0.9
England	Secretary of State	Dr £	37, 237, 816
	High Commissioner	Cr £	136,09

6 This is the general closing head in the ledger Under the system of book keeping followed in the Indian Government Accounts all balances which are not carried forward from year to year are closed to this head It is also used as an adjusting head for the purpose of counterbalancing entries which have been included elsewhere in the accounts The balance under this head, therefore represents the cumulative results of revenue capital and other transactions in respect of which no separate progressive balanced accounts are kept A general outline of the balance in India on the 31st March, 1943 is given in the following table —

Dr Rs	(India)	Cr Rs
8 40 97 65 857	A —Opening Balance	
	B —Revenue Receipts for 1942 43	2 35 36 13 852
3,47 14 17 411	C —Expenditure on Revenue Account for 1942 43	
78,54 81 622	D —Capital Expenditure outside the Revenue Account for 1942 43	42 96 818
	F —Appropriation for Reduction or Avoidance of Debt—Other Appropriations for 1942 43	2 01 90 000
2,39 37 63 853	E —Net Remittances between England and India for 1942 43	
	G —Transfer of cash between England and India	91 80 67 430
	H —Miscellaneous	98 578
	I —Closing Balance	11 76 38 20 029
15 06 04 28 743	Grand Total	15 06 04 28 743

7 Item A represents the balance brought forward from the last year The figures against B, C, D, E, F and G agree with the corresponding figures in Accounts Nos 2, 3, 4, 111 and 112 of the Combined Finance and Revenue Accounts for 1942-43

The following are the details of the sum of Rs 98 578 against " H —Miscellaneous " —

		Rs
[illegible]	Cr	1 12 900
[illegible]	Cr	2,444
[illegible]	Dr	17 176
[illegible] the High Comm[illegible]	Cr	415
(5) Fractional differences due to rounding	Dr	5
Total	Cr	98,578

8. Balances in England :—

Secretary of State	**Dr. £ 37,237,816**
High Commissioner	**Cr. £ 136,098**

The balances are analysed below :—

(England.)

Debits.			Credits.	
High Commissioner.	Secretary of State.	Particulars.	Secretary of State.	High Commission
(1)	(2)	(3)	(4)	(5)
£	£		£	£
..	142,577,652	A.—Opening Balance	..	69,17
12,933,059	55,774,023	B.—Remittance Account between England and India	247,939,386	299,98
..	85,388,527	C.—Transfer of Cash between England and India	..	12,700,00
..	1,437,000	D.—Miscellaneous		
136,098	..	E.—Closing Balance	37,237,816	..
13,069,157	285,177,202	Grand Total ..	285,177,202	13,069,157

The following are the details of the sum of £ 1,437,000 shown under "Miscellaneous".—

	Dr.
	£
Adjustment on account of liability for Bengal and North Western Railway Debenture Stock (portion allocated to State Line) assumed by Government during the year ..	1,525,000
Less, discount incurred on the issue of the above stock	—88,000
Net ..	1,437,000

9. The statement given on the next page is intended to afford a general view of the combined balances in India and England, of the Central Government in units of rupee currency, outstanding sterling debts and other balances in England being combined with the corresponding balances in India at the rate of £1=13⅓ and the resultant total expressed in rupees. This method of presentation does not, however, purport to be the correct method of assessing the sterling balances at their real rupee value, but in the absence of any more accurate basis for determining the exact rupee equivalent of these balances, the sterling figures have been converted into rupees at the above rate.

Balances in India and England (Combined)

Debit Balances	Section of the General Account	Name of Account	Credit Balances
(1)	(2)	(3)	(4)
Rs			Rs
12 25 85 09 599	A to M part of Section P & Sections S (II) and T	Government	
	N	Public Debt	11 04 58 49 753
	O	Unfunded Debt	1 93 20 91 170
	P	Deposits and Advances—	
		(i) Deposits bearing interest—	
		Gross balance	96 78 05 561
83 38 398		Investments	
		(ii) Deposits not bearing interest—	
		Gross balance	84 93 96 077
10 00 15 932		Investment	
28 07 81 680		(iii) Advances not bearing interest	
		(iv) Suspense—	
1 00 12 84 343		Investments—	
		Other Items (net)	27 78 80 898
		(v) Miscellaneous	12 46 796
1 29 86 78 815	Q	Loans and Advances by the Central Government	
	S	Remittances (net)	5 56 53 980
18 93 15 468	V	Cash Balance (closing)	
15 12 99 24 235		Grand Total	15 12 99 24 235

10 The debit balance under "Government Account" is composed of the following items of debit and credit —

Item No.	Particulars	Debit	Item No	Particulars	Credit
(1)	(2)	(3)	(4)	(5)	(6)
		Rs			Rs.
1	Net debit balance brought forward	10 30 98 78 926	1	Appropriation during 1942 43 for reduction or avoidance of debt otherwise than by means of regularly constituted Sinking Funds	2 04 96 000
2.	Excess of expenditure on Revenue Account over Ordinary Revenue for 1942 43	1 11 77 67 559	2	Adjustment in connection with the conversion of 3% Loan 1896 97 into 3½% Loan, 1900-01 being the difference between the face value of the loan converted and the value of security issued in exchange *plus* amounts received in cash	1 12,900
3.	Capital expenditure outside the Revenue Account for 1942 43	78 11 84 774	3	Adjustment on account of the difference between the principal amount of the stock and the commuted value of interest on Amanoti Stock certificates	2 444
4	Adjustment on account of the proportionate share of the Defence Department in respect of the half yearly equated instalment paid by the Delhi Joint Water and Sewage Board on account of the Government loan to that body	17 178	4	Discount incurred on the issue of Bengal and North Western Railway Debenture Stock (portion allocated to State Line)	11 73,333
5.	Difference between debit in England and credit in India under the head Transfer of cash between England and India	5 11 12 825	5.	Amount adjusted by the Accountant General Madras under Remittance account between England and India in the accounts for 1942-43 but not passed on to the High Commissioner during that year	415
6.	Adjustment on account of liability for Bengal and North Western Railway Debenture Stock (portion allocated to State Line) assumed by Government during the year	2 03 33,333	6.	Fractional differences due to rounding	2
			7	Net debit balance	12,25 85,09,599
	Total	12,28 02 94 693		Total	12,28 02,94 693

SECTION N.—PUBLIC DEBT .. { **INDIA CR. Rs. 10,16,70,21,79**
ENGLAND CR. £ 65,912,097

11. The term " Public Debt " used in this Report is confined to regular loan raised from the public in India and in England, including certain Railway liabilitie and the outstanding portion of India's financial contribution to the Great Wa 1914-18. It does not cover other interest-bearing obligations, such as Post Offic Savings Bank Deposits and Cash Certificates, and Provident, Depreciation, Reserv and other Funds, which are dealt with in Sections O and P of this Report. A com parative statement, showing the aggregate gross capital liabilities of the Centra Government on the 31st March, 1943 and the capital and other disbursements whic are treated as set-off against these liabilities, is to be found in Account No. 2 of Par B of this Report.

The liabilities reviewed in this Section are divided into two classes, namel " Permanent Debt " and " Floating Debt ". The term " Permanent Debt " cover such of the loans borrowed by Government in the open market as are intended to have, at the time when they are raised, a currency of more than twelve months The term " Floating Debt " is applied to borrowings of a purely temporary nature such as treasury bills and ways and means advances from the Reserve Bank of India, which are to be repaid within twelve months. The balances under each of these classes, which represent the nominal value of outstanding debt on the 31st March, 1943, are reviewed in the following paragraphs.

The outstanding balance of Public Debt on the 31st March, 1943 amounted in the aggregate to a sum of Rs. 11,04,58,49,753 as shown below, the sterling debt being converted into rupees at the rate of 1*s*. 6*d*. to the rupee. This method of presentation probably does not show the sterling liabilities at their true rupee value but in the absence of a more suitable basis for determining the exact rupee equivalents of the sterling loans raised in England, based on actual conditions, the sterling figures have been combined with the corresponding rupee figures in India at the conventional rate of 1*s*. 6*d*. to the rupee and the resultant total expressed in rupees.

	Cr. Rs.
Rupee Debt	10,16,70,21,7
Sterling Debt £65,912,097 converted into Rupees at £1=Rs. 13⅓	87,88,27,9
Total ..	11,04,58,49,7

Rupee Debt .. .. Cr. Rs. 10,16,70,21,79

12. The balance under rupee debt is composed of the following parts :—

I.—Permanent Debt.

	Cr. Rs.
A.—Loans bearing interest	7,48,74,23,797
B.—Loans not bearing interest	26,24,475
C.—Interest Free Loans	3,00,23,523
II.—Floating Debt	2,64,69,50,000
Total ..	10,16,70,21,795

I.—Permanent Debt.

13. The balances under this head are borne on the books of the Accountant [General], Central Revenues. The details are shown in the following statements :—

A.—Loans bearing interest.

Rate of interest. (1)	Description of Loan. (2)	Amount of each loan. (3) Cr. Rs.	Total. (4) Cr. Rs.
per cent.	Loan, 1945-55	56,74,93,800	56,74,93,800
per cent.	Indore State Railway Loan	70,00,000	
per cent.	Loan, 1950-55	8,07,54,200	
per cent.	Loan, 1955-60	9,05,63,700	
per cent.	Loan, 1958-68	5,83,67,600	
			23,66,85,500
per cent.	Loan, 1960-70	63,30,26,300	
per cent.	Loan, 1948-53	5,02,32,900	
per cent.	Loan from Maharaja Scindia for State Railway.	1,50,00,000	
per cent.	Bonds, 1943	14,97,17,700	
			84,79,76,900
per cent.	Loan, 1842 43	66,21,08,550	
per cent.	Loan, 1954-55	30,37,59,347	
per cent.	Loan, 1865	60,72,65,400	
per cent.	Loan, 1879	10,39,30,000	
per cent.	Loan, 1900-01	67,20,03,400	
per cent.	Loan, 1947-50	55,94,36,900	
per cent.	Bonds, 1954-59	12,31,24,500	
			3,03,16,28,097
per cent.	Loan, 1896 97	8,39,40,900	
per cent.	Defence Bonds, 1946	45,14,32,200	
per cent	Loan, 1949-52	66,63,53,500	
per cent.	Loan, 1951-54	72,21,48,600	
per cent.	Loan, 1963-65	75,96,36,300	
			2,68,35,11,500
per cent.	Loan, 1948-52	12,01,28,000	
			12,01,28,000
		Total	7,48,74,23,797

B.—Loans not bearing interest.

Description of Loan.	Amount of each Loan. Cr. Rs.
[Tre]asury Bonds, 1935	2,24,700
[B]onds, 1935	24,200
[B]onds, 1934	1,54,800
[B]onds, 1933	41,400
[B]onds, 1932	53,000
[B]onds, 1931	18,600
[B]onds, 1930	2,89,800
[B]onds, 1927	83,300
[B]onds, 1926	80,600
[B]onds, 1933-36	72,900
[W]ar Bonds, 1928	1,12,875
[W]ar Bonds, 1925	12,750
[W]ar Bonds, 1923	46,300
[W]ar Loan, 1929-47	2,43,250
[Te]rminable Loan, 1915 16	18,100
[Co]nversion Loan, 1916-17	19,000
[Lo]an, 1934 37	2,07,700
[Lo]an, 1938 40	78,500
[Lo]an, 1939 44	2,87,000
[Lo]an, 1912-47	48,000
[Lo]an, 1940 43	3,38,100
[Bo]nds, 1911	1,69,600
Total	[illegible]

C.—Interest Free Loans.

Three Year Interest-Free Defence Bonds .. .. Cr. Rs. 3,00,[illegible]

The total figure under "B.—Loans not bearing interest" [illegible] claimed balance of old loans which have been notified for discharge and [illegible] to bear interest from the due date of discharge.

14. The figures in paragraph 13 correspond with those given in Account No. [illegible] of the Combined Finance and Revenue Accounts for 1912-13 and Account No. [illegible] Part B of this report.

15. The Indore State Railway Loan of Rupees seventy lakhs and the [illegible] State Railway Loan of Rupees one crore and fifty lakhs are not borne on the [illegible] of the Public Debt Office but were taken under special conditions from the Maharajas Holkar and Scindia.

16. The other loans are borne on the registers of the Public Debt Office [illegible] verification of their balances consists in a reconciliation between the [illegible] which are outstanding on the books of the Accountant General, Central Revenues and the corresponding balances in the books of the Public Debt Office, [illegible] representing the outstanding loans held against Government. A comparison [illegible] the figures of outstanding loans on the books of the Accountant General, [illegible] Revenues, on the 31st March, 1913 with the corresponding liabilities on [illegible] of the Public Debt Office revealed differences under fourteen loan heads [illegible] below :—

Description of Loan.	[illegible]
1. Treasury Bonds, 1935	[illegible]
2. Bonds, 1933-36	[illegible]
3. Bonds, 1931	[illegible]
4. Bonds, 1926	[illegible]
5. War Bonds, 1925	[illegible]
6. War Bonds, 1928	[illegible]
7. Loan, 1938-40	[illegible]
8. Bonds, 1939-44	[illegible]
9. War Loan, 1929-47	[illegible]
10. Loan, 1940-43	[illegible]
11. Three year Interest-Free Defence Bonds	[illegible]
12. 3 per cent. Bonds, 1941	[illegible]
13. Loan, 1854-55	[illegible]
14. Loan, 1851-54	[illegible]

The ledger balances on the books of the Accountant General, Central Rev[illegible] based as they are on the actual transactions passing through the Government [illegible] [illegible] year, may be taken as the true liability of the Central Government [illegible] [illegible] 1913.

II —Floating Debt **Cr. Rs 2,64,69,50,000**

17 The balance under Floating Debt represents the amount of Treasury Bills utstanding on the 31st March, 1943 on the books of local Head Offices and the Branch)ffices of the Reserve Bank of India The details, according to accounting circles, re as follows —

	Cr Rs.
reasury Bills	
entral Revenues	1 62 6? 50 000
Iadras	3 31 75 000
ombay	97 44 25 000
nited Provinces	17 00 000
unjab	71 75 000
nd	4? 25 000
Total	2 64 69 50 000

Sterling Debt **Cr. £ 65,912,097**

18 The balance under Sterling Debt is composed of the following parts —

A.—Permanent Debt—

	Cr £
I —Loans bearing interest	64 9?1 ?0?
II —Loans not bearing interest	990 395
Total	65 912 097

The details of the above balances are —

I.—Loans bearing interest

	Cr £
India 4½ per cent stock	8 0?4 2??
India 4 per cent stock	721 188
India 3½ per cent stock	7?5 565
India 3 per cent stock	2 900 730
India 2½ per cent stock	388 0??
East Indian Railway Irredeemable Debenture Stock 4½ per cent	140 980
East Indian Railway New Debenture Stock 3 per cent	73? 870
[illegible]	? 355 ??0
[illegible] per cent	24 10?
[illegible] nt	[illegible]
[illegible] ock 4 per cent.	[illegible]
[illegible] nt	[illegible]
[illegible]	[illegible]
[illegible] 9 47) taken over by India [illegible]	[illegible]
[illegible] benture Stock (1940 or [illegible]	[illegible]
Bengal and North Western Railway 5 per cent. Debenture stock (1945 60)	[illegible]
Railway Annuities	
[illegible]	[illegible]
[illegible]	[illegible]
[illegible] 959	[illegible]
[illegible] 8	[illegible]
[illegible]	[illegible]
Total Loans bearing interest	[illegible]

II.—Loans not bearing interest.

India 5½ per cent. Stock, 1932	.. ..	1,
India 6 per cent. Bonds, 1932	.. ..	
India 6 per cent. Bonds, 1933	.. ..	
India 5 per cent. Stock, 1942-47	.. ..	14,
India 3½ per cent Stock	.. ..	973,
Total Loans not bearing interest	..	990,

19. These balances are borne on the books of the Secretary of State and a with the figures shown in Account No. 93 of the Combined Finance and Reve Accounts for 1942-43 and Account No. 3 of Part B of this report.

The amount shown against " Liability for British Government 5 per c War Loan (1929-47) taken over by India " is the undischarged balance of liability assumed by India as a contribution towards the cost of the Great W 1914-18. Payment of interest on this liability has been suspended from the July, 1931.

The amounts shown under Railway Annuities represent the unexpired portio of the capital liability involved in the purchase of Railways under redemption by annuities, which has been transferred to general revenues on the separation of the railway finances from the general finances of the Central Government. The liability for Railway Annuities is however included in the balance only for accounting reasons as it has been funded by a lump payment to His Majesty's Government which has undertaken to make available to the Central Government. The amount required to meet the instalments as and when they fall due.

20. Funds were also raised by the Secretary of State by the issue of debentures through Railway Companies working State lines. The interest on these is guaranteed by the Secretary of State, but they are not in the nature of direct obligations and are not, therefore, included in the Public Debt of the Central Government.

[illegible]

SECTION 9.—[illegible] DEBT.

21. The term "[illegible] Debt" [illegible] obligations of [illegible] purposes. The principal [illegible] of these [illegible] are —

	[illegible]	[illegible]
	Rs.	
	[illegible]	
Special Loans	[illegible]	
Treasury Notes	[illegible]	[illegible]
Deposits of Service Funds	[illegible]	
Savings Bank Deposits	[illegible]	
Post Office Certificates	[illegible]	
State Provident Funds	[illegible]	
Other Accounts	[illegible]	
Total	[illegible]	[illegible]
Special Loans	[illegible]	[illegible]

22. Under this head [illegible] a permanent [illegible], of which the following are the details —

Description of the Loan.	[illegible]	[illegible]	[illegible]	[illegible]
1				
	Rs.	Rs.	Rs.	Rs.
per cent Perpetual Loan, Madras	[illegible]			[illegible]
per cent Perpetual Loan, Madras	[illegible]			
Investments by the late King of Kochi—				
First Loan 4 per cent.		[illegible]		
Third Loan 4 per cent.		[illegible]		
Sixth Loan 4 per cent.		[illegible]		
Provision for the [illegible] of [illegible] Rao	[illegible]			
Investment for [illegible] and [illegible] institutions	[illegible]			
Total	[illegible]	[illegible]		

23. Full particulars of these loans are given below —

Madras Perpetual Loans ... ... [illegible]

These are all [illegible] made by [illegible] the Government of Madras as perpetual loans. The [illegible] for religious purposes connected with [illegible]

II.—Loans not bearing interest.

	Cr.
	£
India 5½ per cent. Stock, 1932	1,800
India 6 per cent. Bonds, 1932	450
India 6 per cent. Bonds, 1933	100
India 5 per cent. Stock, 1942-47	14,223
India 3½ per cent Stock	973,820
Total Loans not bearing interest ..	990,39

19. These balances are borne on the books of the Secretary of State and agre with the figures shown in Account No. 93 of the Combined Finance and Revenu Accounts for 1942-43 and Account No. 3 of Part B of this report.

The amount shown against " Liability for British Government 5 per cent War Loan (1929-47) taken over by India " is the undischarged balance of th liability assumed by India as a contribution towards the cost of the Great War 1914-18. Payment of interest on this liability has been suspended from the 1s July, 1931.

The amounts shown under Railway Annuities represent the unexpired portio of the capital liability involved in the purchase of Railways under redemption b annuities, which has been transferred to general revenues on the separation of th railway finances from the general finances of the Central Government. The liability for Railway Annuities is however included in the balance only for accounting reason as it has been funded by a lump payment to His Majesty's Government which ha undertaken to make available to the Central Government. The amount required t meet the instalments as and when they fall due.

20. Funds were also raised by the Secretary of State by the issue o debentures through Railway Companies working State lines. The interest on these is guaranteed by the Secretary of State, but they are not in the nature of direct obligations and are not, therefore, included in the Public Debt of the Central Government.

SECTION O.—UNFUNDED DEBT.	INDIA ..	Cr.	Rs.	1,89,49,61,076
	ENGLAND ..	Cr.	£	2,784,757

21. The term "Unfunded Debt" is used to describe a number of interest bearing obligations of Government in respect of funds deposited with it for various purposes. The principal classes of these obligations are :—

	India. Rs.	England. £
Special Loans	1,45,16,816	..
Treasury Notes	71,619	..
Deposits of Service Funds	88,38,493	2,784,757
Savings Bank Deposits	52,62,40,420	..
Post Office Certificates	40,14,03,162	..
State Provident Funds	83,96,34,297	..
Other Accounts	10,42,56,269	..
Total Cr.	1,89,49,61,076	2,784,757

Special Loans .. .. Cr. Rs. **1,45,16,816**

22. Under this head is recorded a number of interest-bearing obligations, mostly of a permanent character, of which the following are the details :—

Description of the loan. (1)	Central Revenues. (2) Rs.	United Provinces. (3) Rs.	Punjab. (4) Rs.	Total. (5) Rs.
per cent. Perpetual Loan (Madras) ..	21,000	..	..	21,000
per cent. Perpetual Loan (Madras) ..	70,000	..	..	70,000
Endowments by the late King of Oudh—				
First Loan (6 per cent.)	..	24,62,658	..	24,62,658
Third Loan (5 per cent.) ..	..	98,38,043	..	98,38,043
Sixth Loan (4 per cent.)	..	13,97,115	..	13,97,115
Appropriation for the maintenance of Madho Rao	6,68,000	..	..	6,68,000
Endowment for charitable and educational institutions	50,000	..	10,000	60,000
Total Cr.	8,09,000	1,36,97,816	10,000	1,45,16,816

23. Full particulars of these loans are given below :—

Madras Perpetual Loans .. .. *Cr.* Rs. 91,000

These are all deposits made by private persons originally with the Government of Madras as perpetual loans. The deposit is in each case an endowment for religious purposes connected with Christian churches.

Endowments by the late King of Oudh .. .. Cr. Rs. 1,36,97,816

These are endowments made by the late King of Oudh for the payment of pensions and certain stipends called Wasika Pensions. The balances of the first, the third and the sixth loans have been reduced by Rs. 4,273, Rs. 3,141 and Rs. 600 respectively during the year under report owing to adjustments on account of the values of commuted and lapsed pensions.

Appropriation for the maintenance of Madho Rao .. Cr. Rs. 6,68,000

The balance shown against this head represents the amount appropriated in 1861 out of the property forfeited by Madho Rao's father to provide a pension for his son.

Endowment for the Charitable and Educational Institutions Cr. Rs. 60,000

The particulars of these endowments are :—

Central Revenues—

	Cr. Rs
(1) Deposits of the Lawrence Military Asylum, Mount Abu	10,000
(2) Annuity Fund of Fatteh Ullah Khan	40,000
Punjab—	
(3) Lawrence Memorial Asylum at Murree	10,000
Total	60,000

These consist generally of endowments for specific purposes of an educational or charitable character, *e.g.*, maintenance of asylums for the poor, etc., which were accepted by Government from private persons at various times. These loans are practically fixed and do not, therefore, require annual varification.

Treasury Notes .. .. Cr. Rs. 71,619

24. The balance represents the value of three non-transferable Treasury Notes at 4 per cent. (Madras). Two Treasury Notes—one for Rs. 20,219 and another for Rs. 10,000 are held by the Accountant General, Madras, as Treasurer of Charitable Endowments. The third Note for Rs. 41,400 belonging to the Lawrence Memorial Royal Military School, Lovedale is held by the Reserve Bank of India, Madras on

half of the Administrators—*viz*, the Director of Public Instruction, Madras and the Collector of the Nilgiris

Deposits of Service Funds	India	Cr.	Rs	88,38,493
	England	Cr.	£	2,784,757

25 The details are as follows —

	Cr Rs
a —	
Bengal Uncovenanted Service Family Pension Fund	37 94 505
Bengal and Madras Service Family Pension Fund	17 36 999
Madras Military Assistant Surgeons' Fund	4 26 567
Bombay Family Pension Fund of Government Servants (Widows Pension Branch)	28 80 422
Total	88 38,493

	Cr £
England —	
Indian Military Widows' and Orphans Fund	202 099
Indian Military Service Family Pension Fund	1 553 008
Indian Civil Service Family Pension Fund	1 029 650
Total	2 784,757

26 *India* —These represent, in the main, the balances of certain funds intended for the benefit of Government servants, but not under the control of Government, which are deposited with Government on favourable terms as to interest

In respect of all these funds the Treasury is merely the depository, the funds having in each case their separate offices and organisations for keeping the details of the accounts The verification of the balances, therefore, consists in merely agreeing the balances on the Government books with those claimed by the trustees or other responsible officers of the funds In the case of the Bengal Uncovenanted Service Family Pension Fund the agreement has not yet been effected and a discrepancy of Rs 216 in respect of Bengal and Madras Service Family Pension Fund is under reconciliation

27 *England —The Indian Military Widows' and Orphans Fund* —It was designed to secure suitable provision for the widows and orphans of officers of the Indian Army not being subscribers under the Indian Military Service Family Pension Regulations The balance of the fund, which is essentially sterling in character, is held in England

Indian Military Service Family Pension Regulations and the Indian (Service Family Pension Rules.—All moneys contributed there under were up to 31st March, 1936 credited as revenues of India and the pensions and other ben paid were debited as a charge upon those revenues. Since 1st April, 1936 t transactions have been brought under Section O.—Unfunded Debt and balances have been recognised as sterling liabilities of Government.

With effect from the 1st April, 1937 all these funds have been divided into sections, namely, the Transferred section and the Untransferred section, to repre respectively the interest transferred to the Commissioners appointed under Government of India (Family Pension Funds) Order, 1936, and the interest untr ferred by reason of objection made under Section 273 (3) of the Governmen India Act, 1935. The balances existing at the end of March, 1937, in respect of section of the subscribers and beneficiaries who elected for transfer, were over to the appropriate Commissioners under the provisions of the Order in Cou The balance outstanding on the 31st March, 1943 in respect of " Transferred Fun is shown under " Suspense Accounts " in " Section P.—Deposits and Advance The balances shown here represent those of the Untransferred section of each fu

These funds are under the control of Government and are audited like ot Government accounts.

Savings Bank Deposits .. .. Cr. Rs. 52,62,40,42

28. These are composed of the following :—

	Cr. Rs.
Post Office Savings Bank Deposits	52,21,82,62
Post Office Defence Savings Bank Deposits	40,57,79
Total	52,62,40,42

Post Office Savings Bank Deposits.—These deposits relate to savings ba established at Post Offices throughout the country to encourage thrift and banki habit. Deposits are received into them subject to certain limitations and be interest at 1-1/2 per cent. The interest credited to the depositors' accounts duri the year amounted to Rs. 72,88,946. The balance mentioned herein excludes t balances under " Dead Savings Bank Accounts " which are shown separately und " Deposits ". The ledger balance was found to differ from the total of the balanc of live accounts held at the credit of the depositors as worked out from the boo of the Audit Offices by Rs. 30,527. Out of this, a sum of Rs. 599 has been adjust in the accounts for 1943-44 and the rest is under verification. Fourteen cas involving a sum of Rs. 2 were written off during the course of the year. The abo balance excludes contingent liabilities of Rs. 36,769 of cases of savings bank frau in which the claims of the defrauded depositors have not yet been settled by t Heads of Circles. The analysis of the above amount according to years of c tection of the frauds is given below :—

	Rs.
1939-40	3,0[illegible]
1940-41	23,48
1941-42	4,87
1942-43	5,33
Total ..	36,76

Post Office Defence Savings Bank Deposits —To provide a ready means for the posit of their saving by persons of limited means with a view to enable them to p in the war efforts the Indian Post Office Defence Bank has been established m the 1st April 1941 Deposits are received subject to certain limitations and r interest at the rate of 2 1/2 per cent per annum The interest credited to depositors accounts during the year amounted to Rs 52 134 There was a e ence of Rs 291 between the ledger balance and total of balances in the live ounts of the depositors which is under reconciliation

Post Office Certificates **Cr Rs 40 14 03 162**

29 These are composed of the following —

	Cr Rs
Post Office Five Year Cash Certificates	34 58 44 442
Post Office Ten Year Defence Savings Certificates	5 55 58 720
Total	40 14 03 162

Post Office Five Year Cash Certificates —The balance represents the issue e of Cash Certificates sold to the public remaining undischarged at the end he year under review and does not include the accrued liability in respect of us which is of the nature of deferred interest and is payable under the system ribed below

These certificates are repayable on demand at any time but are ordinarily ected to remain in deposit for five years On repayment after the first year of osit a bonus is payable in addition to the principal For a certificate remaining leposit for the full five years the bonus payable repr sents at the rates of issue ailing during the period covered by this report approximately 2 1/2 per cent pound interest

With a view to afford additional facility to the holders cash certificates maturon or after the 6th June, 1940 are allowed at the option of the holders, to be for a further period of ten years at revised rates of interest during the extended od A sum of Rs 10,34 366 representing the issue price of unclaimed Cash ificates was transferred to Central Revenues in the accounts for 1942 43 The er balance under this head is more than the outstandings in the subsidiary regis by Rs 2 587 The difference is under reconciliation

Post Office Ten Year Defence Savings Certificates —With effect from the 6th 1940 this new form of Postal Certificates has been issued These certificates the Five Year Cash Certificates are payable on demand with a bonus, id on or after the expiry of two years from the date of issue but are ordinarily cted to remain in deposit for ten years The bonus payable after the full term en years represents, at the rates now prescribed, approximately 1½ per cent. pound interest The balance represents the issue price of certificates remaining ischarged at the close of 1942 43 The ledger balance is more than the balance per subsidiary register by Rs 380 The difference is under reconciliation.

State Provident Funds .. ..

30. These are funds established for the benefit of Government servants, contri the sums deposited in them and, in some cases where the funds in effect represent revenues. The Defence Savings Provident Funds, ordinary and Railway, are accumulated deposits in the other funds are finally paid to the depositors on the circumstances. The balances of individual accounts were duly communicated to funds are as shown in the

Balance of State Provident Funds

Funds.	Central Revenues.	Supply Accounts (Civil).	Baluchistan.	Madras.	Bombay.	Bengal.	United Provinces.	Punjab.
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
State Railway Provident Institution ..	4,94,777	..	..	..	..	..	..	..
Companies' Railways Provident Fund ..	..	..	..	..	..	..	..	..
General Provident Fund ..	1,85,90,143	6,71,249	9,31,252	26,81,857	73,50,739	60,11,816	17,01,989	13,51,067
Indian Civil Service Provident Fund ..	23,88,888	..	1,70,880	..	33,690	..	160	678
Indian Civil Service (Non-European Members) Provident Fund ..	88,492	..	..	..	..	..	..	39
Defence Savings Provident Fund	11,50,386	1,78,442	49,689	12,50,604	18,31,706	7,14,636	12,05,449	19,84,473
Defence Savings Provident Fund Railways ..	..	..	..	..	..	..	..	..
Defence Services Officers' Provident Fund ..	..	..	..	..	..	..	..	..
Military Engineer Services Provident Fund ..	..	..	..	..	..	..	..	..
Indian Ordnance Department Provident Fund	..	..	..	..	..	..	..	..
Contributory Provident Fund	21,73,797	21,85,067	84	4,18,054	7,51,978	5,90,752	..	..
Other Miscellaneous Provident Funds ..	..	1,06,061	..	3,72,337	..	..	..	-
Total ..	2,48,86,483	31,40,819	11,51,905	47,22,852	99,68,113	73,17,204	29,07,598	33,36,257

.. .. Cr. Rs. 83,96,34,297

tions to which are, in certain cases, compulsory. Government pays interest on
bstitutes for pensions, supplements the deposits by contributions from its own
verned by special rules as described in paragraphs 36 and 37 below. The
mination of their service, but temporary withdrawals are permitted in certain
e depositors concerned except where otherwise mentioned. The details of these
lowing table :—

the 31st March, 1943.

ar.	Central Provinces and Berar.	Assam.	North-West Frontier Province.	Orissa	Sind.	Coorg.	Defence.	Railways	Posts and Telegraphs.	Total.
0)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)	(19)	(20)
s.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
.	..	..	..	..	..	..	..	52,46,48,985	..	52,51,43,762
.	..	..	..	..		..	..	16 43,12,218	..	16,43,12,218
000	6,46,972	2,97,486	4,17,774	1,28,654	8,08,227	4,68,580	1,76,10,796	30,80,839	3,80,79,453	10,16,95,953
668	30	..	80,337	..	..	..	..	.	1,04,511	27,79,742
	..	..	..	..	..	..	..		2,734	91,265
026	6,42,116	2,35,877	4,17,305	1,70,481	2,02,754	1,954	12,05,222	38,473	8,81,076	1,27,03,569
	..	..	..	..	..	..	..	14,93,434	..	14,93,434
	..	..	..	..	..	..	75,37,814	..	..	75,37,814
	..	..	..	..	..	..	48,598	..	..	48,598
	..	..	..	..	..	..	89,91,576	..	..	89,91,576
	..	..	7,627	..	..	..	2,25,664	..	..	63,53,023
	..	..	..	..	..	..	79,14,645	..	..	83,63,043
254	12,89 118	5,33,363	9,23,043	2,99,135	10,10,981	4,70,534	4,35,34,615	69,35,73,949	3,90,67,774	83,96,34,297

State Railway Provident Institution .. .. Cr. Rs. 52,51,43,762

31. The balance in the ledgers of the Institution was reconciled with the general books of the Railways concerned except on the Bengal and Assam Railway and with the broadsheet maintained by the Accountant General, Central Revenues. The balance included Rs. 1,44,59,387 on account of the balances of the Provident Fund of the Bengal and North Western and the Rohilkhand and Kumaun Railways which were taken over by State on the 1st January, 1943 with the termination of the contracts of the companies. These two Railways were specially authorised to invest their balances of the fund in Government and other approved securities which were held at the debit of the head "Companies' Railway Provident Fund Investment Account" when the Railways were acquired by State. Small differences on the North Western and the Bombay Baroda and Central India Railways were noticed which have been set right in the accounts for 1943-44. The balances of individual subscribers' accounts are being communicated to the depositors concerned.

Companies' Railways Provident Fund .. .. Cr. Rs. 16,43,12,218

32. The balance at credit of the fund was reconciled with the accounts of individual depositors. Small differences which were noticed have been adjusted in the accounts for 1943-44.

General Provident Fund .. .. .. Cr. Rs. 10,16,95,953

33. The ledger balances of this fund on the books of the Civil and Departmental Accounting Officers are proved with the sum total of the balances of the personal accounts of the subscribers to the fund. In doing so, differences were found in certain cases, which have since been settled except for Rs. 533 in Baluchistan, Rs. 8,605 in Central Revenues, Rs. 437 in Madras, Rs. 1,891 in Supply Accounts (Civil), Rs. 441 in the United Provinces, Rs. 39 in Bihar, Rs. 211 in the Punjab, Rs. 953 in Central Provinces Rs. 236 n Coorg and Rs. 21,628 under Defence Services. Under Railways the balance at the credit of the fund agreed with the individual members' accounts except on the Bengal and Assam Railway.

Indian Civil Service Provident Fund .. .. Cr. Rs. 27,79,742

34. The balances under this head represent deductions made from the salaries of members of the Indian Civil Service which are funded for the benefit of the officers concerned. The ledger balances agree with the broadsheets maintained by Accounts offices except Rs. 678 under Punjab, Rs. 568 under Bihar and Rs. 30 under Central Provinces. The differences have been adjusted in the accounts for 1943-44.

Indian Civil Service (Non-European Members') Provident Fund .. .. Cr. Rs. 91,265

35. This fund was established on the 1st January, 1931. It is open only to Non-European members of the Indian Civil Service. The balance shown under Punjab has been re-adjusted in 1943-44.

Defence Savings Provident Fund .. .. Cr. Rs. 1,27,93,569

36. This fund was started during the year 1940-41 to enable Government servants to take part in the defence savings movement. Subscriptions are voluntary and will not continue beyond twelve months from the date on which the present war

is declared to have terminated No advances are permitted The amount standing at the credit of a subscriber is payable on his quitting service or on the expiry of twelve months from the date on which the present war is declared to have terminated, whichever is earlier, provided that in the latter case the subscriber gives due intimation claiming payment to the Accounts Officer or the Head of the office as laid down in the rules Under Coorg the balances of individual subscribers' accounts are being communicated to the subscribers concerned

Differences between ledger and broadsheet balances were noticed in certain cases which have been adjusted in the accounts for 1943 44, except Rs 6 244 under Central Revenues, Rs 236 in Baluchistan, Rs 3,707 under Supply Accounts (Civil), Rs 9,080 in Madras, Rs 518 in Bombay, Rs 1,161 in Bengal, Rs 22,074 in the United Provinces, Rs 5,19) in the Punjab, Rs 2,037 in Bihar, Rs 13 in Central Provinces, Rs 4 in Orissa and Rs 22 429 under Defence Services which are under settlement In Bengal, there is a discrepancy between the ledger balance and the sum total of the balance of the personal ledger accounts of the subscribers The discrepancy is under settlement Under Railways the balances were reconciled with those as per personal ledger except on the Bengal and Assam Railway

Defence Savings Provident Fund—Railways Cr. Rs. 14,93,434

37 This fund was also started on terms similar to those of the Defence savings Provident Fund during the year 1940 41 and is open to all Railway servants in the service of the Crown in India The balance was reconciled with that as per personal ledgers of the subscribers except on the Bengal and Assam Railway

Defence Services Officers' Provident Fund Cr. Rs 75 37,814

38 It is open to British and Indian Officers holding substantive King s Commissions in the Indian Army, including the Indian Medical Service and in the Royal Indian Navy.

Military Engineer Services Provident Fund Cr. Rs. 48,598

39 This fund is intended for non pensionable Government servants of the Military Engineer Services

Indian Ordnance Department Provident Fund Cr. Rs. 89,91,876

40 This fund is intended for non pensionable Government servants of the Indian Ordnance Department

Contributory Provident Fund Cr. Rs. 63,53,023

41 This fund was started for the benefit of certain non pensionable Government servants under the control of the Central Government There was a difference of Rs 586 between broadsheet and ledger balances under Central Revenues, Rs 526 under Supply Accounts (Civil) and Rs 433 under Madras

These differences are under settlement

Other Miscellaneous Provident Funds . . Cr. Rs. 83,93 043

42 This balance includes (i) the balances of special Provident Fund for the non pensionable employees of the late Indian Stores Department (ii) the balances of the Vizagapatam Port Contributory Provident Fund which is open to employees of the Vizagapatam Port only and (iii) the balances of the Okara Military Farm Provident Fund and the Indian Ordnance Factories Workmen's Provident Fund The difference of Rs. 1,663 under Supply Accounts (Civil) is under settlement

Other Accounts .. .. **Cr. Rs.** 10,42,56,269

43. The details are shown below :—

	Cr. Rs.
BOMBAY.	
Bombay Family Pension Fund of Government Servants (Life Assurance Branch) ..	8,572
BENGAL.	
General Family Pension Fund	11,644
Hindu Family Annuity Fund	2,29,701
Bengal Christian Family Pension Fund	3,542
POSTS AND TELEGRAPHS.	
Postal Insurance and Life Annuity Fund	10,13,69,572
RAILWAYS.	
Staff Benefit Fund	9,02,309
Indian Railway Conference Association Employees' Provident Fund	6,86,299
Eastern Group Sleeper Control Provident Fund	2,15,978
Sind, Punjab and Delhi Railway Clergy Endowment Fund	10,006
Technical Trainees Benefit Fund	56
GENERAL.	
Cemetery Endowment Fund	8,18,590
Total	10,42,56,269

44. *Bombay Family Pension Fund of Government Servants (Life Assurance Branch).*—The balance is constituted of subscriptions of such members of the fund who become widowers.

45. *General Family Pension Fund.*—The balance under this head differs from the amounts claimed by the Administrator of the fund by Rs. 325 which is under reconciliation.

46. *Hindu Family Annuity Fund.*—The fund was established in 1872 a mutual and benevolent institution primarily for the purpose of providing annuit to the widows and children of the Bengalee Hindus and Brahmos. The fund managed by a Board of Directors. The receipts of the fund consist of subscr tions of Government employees, pensioners and others and also of interest on t securities in which the fund money is invested. For current expenses and inve ments, letters of credit are issued on the Reserve Bank of India, Calcutta. T balance under the head differs from the amounts claimed by the Administrator the fund by Rs. 6,484 which is under reconciliation.

47. *Bengal Christian Family Pension Fund.*—The fund was established i 1859 with the object of enabling subscribers belonging to the Indian Christian com munity to secure pensions for themselves, their widows, children and wards. Th management of the fund is made by the members themselves through the Boar of Directors. The fund being purely mutual, the surplus for interest, etc., is re turned to members by reduction of subscription and/or grant of cash bonus, etc

48. *Postal Insurance and Life Annuity Fund.*—This is a Life Insurance Fund managed by Government for the benefit of its employees, in which insurance is per mitted up to a maximum of Rs. 20,000 for each life insured. The balance in cludes interest for the year at $3\frac{1}{2}$ per cent. on balances at credit of the fund in res pect of policies issued up to the 31st March, 1940 and at 3 per cent. in respect of policies issued from the 1st April, 1940 onwards. The number of subscribers on the 31st March, 1943 was 94,536 against 97,628 on the same date in 1942.

49 *Staff Benefit Fund—Railways*.—This provides certain amenities and affords ief from distress to non gazetted employees of railways, the cost of which was viously met from the Railway Fine Fund The income of the fund is derived m fines levied on the employees, supplemented by a contribution from Railway enues The difference of Rs 124 on the No th Western Railway is being set ht in 1943 44 On the Oudh and Tirhut Railway (B and N.W Zone), there s an irregular debit balance this year

One case of misclassification detected during test audit has resulted in an ess debit of Rs 15,819.

50 *Indian Railway Conference Association Employees Provident Fund*.—This d was established for the benefit of the staff of the Indian Railway Conference ociation on conditions analogous to State Railway Provident Funds The ount is mostly invested in Government securities leaving a small amount as king balance in hand

51 *Eastern Group Sleeper Control Provident Fund*.—This fund was instituted ing 1940 41 on the Bengal Nagpur Railway but the balances of the fund were ged with those of the Companies' Railways Provident Fund They were rated during the year There was a difference of Rs 345 which has been led in 1943 44

52 *Sind, Punjab and Delhi Railway Clergy Endowment Fund*.—This fund was ituted during the year under report for recording the cash proceeds of India er cent stock of the late Sind, Punjab and Delhi Railway

53 *Technical Trainees Benefit Fund*.—This was instituted during 1941 42

54 *Cemetery Endowment Fund*.—The balance represents the amount of owment fees, ordinary and special, received up to the 31st March, 1943 for the tion of monuments over the graves in Government cemeteries

SECTION P.—DEPOSITS AND ADVANCES.

INDIA	**Dr. Rs.**	**55,82,35,895**
	Cr. Rs.	**1,71,88,62,360**
ENGLAND	**Dr. £**	**41,697,565**
	Cr. £	**7,593,754**

55. This section consists of five main parts, namely :—

Heads.	India.		England.	
	Dr.	Cr.	Dr.	Cr.
(1)	(2)	(3)	(4)	(5)
	Rs.	Rs.	£	£
(I) Deposits bearing interest	83,38,398	96,78,05,561	..	..
(II) Deposits not bearing interest	16,76,720	75,10,56,799	7,499,995	7,500,0
(III) Advances not bearing interest ..	28,06,83,029	..	7,399	
(IV) Suspense	26,75,34,500	..	34,190,171	
(V) Miscellaneous	3,248	..	..	93,7
Total ..	55,82,35,895	1,71,88,62,360	41,697,565	7,593,

PART I—DEPOSITS BEARING INTEREST

56 This part consists of two main divisions namely —

Divisions	Debit	Credit
	Rs	Rs
—Peserve Funds	83 38 398	95 55 50 806
—Other Deposit Accounts		1 ?? 54 7?5
Total	83 38 398	96 78 05 561

(A)—Reserve Funds

57 This division consists of funds created out of revenue and held in the ernment balances on behalf of various departments for specific purposes The ails are as follows —

	Dr	Cr
	Rs	Rs
rve Fund—Railways		9 35 02 182
ns to Branch Line companies	9 17 153	
rve Fund Investment Account—Railways	74 21 245	
reciation Reserve Fund—Railways		8? 07 ?2 642
e als Reserve Fund—Posts and Telegraphs		3 27 74 104
enals Reserve Fund—Northern India Salt Revenue		?7 44 4?4
reciation Reserve Fund—Lighthouses and Lightships		15 62 140
eral Reserve Fund—Lighthouses and Lightships		4? 05 314
Total	83 38 398	95 55 50 806

Reserve Fund—Railways	**Cr**	**Rs**	**9,35,02,182**
Loans to Branch Line Companies	**Dr**	**Rs**	**9,17,153**
Reserve Fund Investment Account—Railways	**Dr**	**Rs**	**74,21,245**
Depreciation Reserve Fund—Railways	**Cr**	**Rs**	**82,07,62,642**

58 *Reserve Fund—Railways* —The balance at credit of this Fund in the general oks on the 31st March, 1943, was Rs 9,35 02 182

With the separation of Railway finances from General finances General venues receive an annual contribution from Railways The contribution is based the capital outlay and the working results of the commercial lines and is a sum ual to one per cent on capital outlay on commercial lines (excluding capital con buted by Companies and Indian States etc) at the end of the financial year xt but one preceding plus 1/5th of any surplus profits remaining after payment the fixed return The interest on capital outlay and the loss in working strategic es are deducted from the contribution so calculated in order to arrive at the mount payable from Railways to General Revenues each year The contribution is the first charge on the net receipt of Railways Any surplus remaining after th s

payment to General Revenues is transferred to the Reserve Fund—Rai Amounts may be withdrawn from the Reserve to secure the payment of the a contribution to general revenues ; to provide, if necessary, for arrears of dep tion and for writing down and writing off capital ; and to strengthen the fin position of Railways in order that the services rendered to the public ma improved and rates and fares may be reduced. The Reserve may also be us temporary borrowings for the purpose of meeting expenditure for which th no provision or insufficient provision in the revenue budget estimate, subject obligation to make repayment of such borrowings out of the revenue budg subsequent years. During 1942-43, a sum of Rs. 8,85,89,616 was credited Fund. The amount includes Rs. 8,85,86,385 being the contribution from th plus for the year and Rs. 3,231 on account of profit realised on the cancel of investments made in the Hardwar Dehra Railway shares. The debit to the during the year under report amounted to Rs. 6,30,06,506 which represents an transferred to Depreciation Reserve Fund to provide for arrears of depreciatio

Loans to Branch Line Companies.—The head has been opened during the to record the amount of loans advanced in previous years from Depreciation Re Fund to certain branch lines to meet Capital expenditure as it was held that loans should be granted from the Reserve Fund—Railways. The balanc debit was Rs. 9,17,1 3 at the end of 31st March, 1943.

Reserve Fund Investment Account—Railways.—The balance of Rs. 74,2 represents the amount invested from the Reserve Fund in shares of ce branch line companies. It includes a sum of Rs. 31,20,910, invested origi from the capital programme and subsequently treated as investment from Depreciation Reserve Fund in branch line shares from 1937-38, which during year under report was treated as investment from the Reserve Fund—Railw in pursuance of the wishes of the Public Accounts Committee. The face valu these shares was Rs. 77,27,800.

Depreciation Reserve Fund—Railways.—It provides generally for the cost renewals of all assets. The amount set aside annually to cover depreciation one-sixtieth of the total capital outlay to the end of the previous year. The Fu includes provision in respect of company-managed railways also, though the p cedure for accountal followed in their case is somewhat different.

During the period 1931-32 to 1935-36 the balance of the Fund was utili temporarily to meet losses in the working of the Indian Railways by taking lo from this Fund. A portion of the amount so utilised was, however, rapaid to Fund from the surplus for the years 1936-37 and 1941-42. The net amount of th loans at the end of 1941-42 was Rs. 22,38,24,811. This has been wiped off dur the year under report, partly by payment of Rs. 16,08,18,305 from the surplus the year and partly by transfer of Rs. 6,30,06,506 from the Reserve Fund—Railwa

A sum of Rs. 32,26,416 representing the cost of abandoned assets which w held in the books of the Railway Board under Capital was debited to this Fund 1937-38.

Out of the credit balance of Rs. 82,07,62,642 at the end of 1942-43 under th head, a sum of Rs. 78,43,38,028 relates to Commercial lines and Rs. 3,64,24,614 Strategic lines.

Eight cases of misclassifications noticed during test audit resulted in a ne short debit of Rs. 7,82,276 to the Fund.

Renewals Reserve Fund—Posts and Telegraphs Cr. Rs. 3,27,74,104

59. This Reserve Fund is designed to meet the cost of all replacements and abandoned assets. The annual contribution from Revenue to the Reserve Fund has been fixed at Rs. 25,00,000 per annum from the 1st April, 1941 for a period of five years. The amount of contribution relating to each branch of the Department

the year 1942 43 has been arrived at by apportionment of the total amount ntionel above in the following proportions fixed by the Finance Department—

t Office	12 per cent	Telephone	30 per cent
egraphs	48 per cent	Radios	10 per cent
		Total	100 per cent

In view of the heavy programme of works for the development of telegraph l telephone communications a lump sum contribution of 1 50 lakhs was made to Renewals Reserve Fund out of the accumulated surplus of the Indian Posts l Telegraphs Department at the end of 1942 43 in the following proportions ong the different branches —

	Rs in lakhs		Rs in lakhs
t Office	5 5	Telephone	52 5
graphs	92 0		
		Total	1,50

Th position of the Reserve in respect of each branch of the Department the close of 1942 43 is shown below —

	Rs		Rs
t Office	14 57 165	Telephone	79 91 093
graphs	2 27,21 378	Radios	6 04 468
		Total	3,27 74 104

Renewals Reserve Fund—Northern India Salt Revenue Cr Rs 27,44,424

60 The Depreciation Reserve Fund of the Northern India Salt Revenue De tment which was instituted in 1924 25 was replaced by a Renewals Reserve nd from the 1st April 1938 with a fixed annual contribution of Rs 1 30 000

Depreciation Reserve Fund—Lighthouses and Lightships Cr Rs 15,62,140

General Reserve Fund—Lighthouses and Lightships Cr Rs 42,05,314

61 The Depreciation Reserve is intended to provide for renewals and replace nts of wasting assets The certificate accepting the balance is awaited

The General Reserve is built up by transferring from the Income and Expendi e account of the Department the surplus of the receipts over the expenditure each year It is charged with the amounts of deficiencies if any in the Income l Expenditure account Capital expenditure may also be met out of this Reserve e acceptance ertificate is awaited from the Department of Commerce

These Reserves have been deposited with Government The interest earned reon is treated as income of the department

(B)—OTHER DEPOSIT ACCOUNTS

62 This account includes the following head —

Other Deposits—

Account of Optional Deposits of Excess Profits Tax under the Indian Finance Act, 1942 Cr Rs 1,22,54,755

63 The deposits of Excess Profits Tax made by assessees under Section 10 of Indian Finance Act 1942 are recorded under this head The deposit is repayable within twelve months of the date of termination of the present hostilities The following are the details of the balance —

	Rs		Rs.
Central Revenues	20 83 499	Punjab	4,22 600
Madras	15,31 598	Bihar	1,394
Bombay	19 10 670	Central Provinces and Berar	3,348
Bengal	43 83 505	Assam	5 809
United Provinces	18 27 077	Orissa	2,304
		North West Frontier Province	81 947
		Total	1,22 54 755

PART II.—DEPOSITS NOT BEARING INTEREST.

64. This part consists of three main divisions, namely :—

Divisions.	India.		England.	
	Dr.	Cr.	Dr.	Cr.
(1)	(2)	(3)	(4)	(5)
	Rs.	Rs.	£	£
(A)—Sinking Funds	..	15,71,74,092	..	..
(B)—Reserve Funds	14,938	7,05,82,960	7,499,995	7,500,000
(C)—Other Deposit Accounts	16,61,782	52,32,99,747	..	..
Total ..	16,76,720 (a)	75,10,56,799	7,499,995 (a)	7,500,000

(A) Sinking Funds.

Sinking Fund for Central Loans.. .. .. Cr. Rs. 15,71,74,092

65. The credit balance under this head represents the provision made agains depreciation of the market price of the 5 per cent., Loan 1945—55. The money accumulating in this fund is available for purchasing the securities of this loan i the open market when their market value falls below the issue price and thus secures the two objects of stabilising the market and reducing Government liabilities at a comparatively low cost to Government. The total balance in the fund includin interest on previous investments amounted to Rs. 15,71,74,092 the whole of whic remained uninvested at the end of 1942-43.

(B) Reserve Funds.

66. The details are :—

Name of Funds.	India.		England.	
	Dr.	Cr.	Dr.	Cr.
(1)	(2)	(3)	(4)	(5)
	Rs.	Rs.	£	£
Silver Redemption Reserve	..	..	..	7,500,000
Silver Redemption Reserve Investment Account	..	..	7,499,995	..
Defence Reserve Fund	..	1,05,00,005	..	..
Equalisation Fund—Defence Services ..	..	1,38,06,432	..	..
Post Office Cash Certificates Bonus Fund ..	..	19,80,739	..	..
Central Road Fund	..	1,68,68,443	..	..
Sugar Excise Fund	..	5,14,311	..	..
Fund for the relief of ground nut cultivators	..	7,96,794	..	..
Civil Aviation Fund	..	4,64,382	..	..
Panth Piploda Reserve Fund	..	15,307	..	..
Panth Piploda Reserve Fund Investment Account.	14,938	..		

(a) Represents Investments in Government securities. For details see paragraphs 66,67 and foo

Name of Funds	India		England	
	Dr	Cr	Dr	Cr
(1)	(2) Rs	(3) Rs	(4) £	(5) £
for the Economic Development Improvement of Rural Areas		19 38 412		
for the Development of Civil vation		24 29 346		
for the Development of Broad casting		12 69 179		
for Special Frontier Expendi re including Development		68 14 131		
for the benefit of cotton grow s		1 04 67 778		
ation Reserve Fund Govern ent Presses		13 28 811		
als Reserve Fund— fence Services		13 88 890		
Total	14 938	7 05 82 900	7 499 995	7 500 000

Silver Redemption Reserve Cr £ 7,500,000

Silver Redemption Reserve Investment Account Dr £ 7,499,995

57 The primary object of the Silver Redemption Reserve is to provide sterling s for transfer to the Issue Department of the Reserve Bank of India against ery by the Bank of rupee coin in accordance with the proviso to Section 36 f the Reserve Bank of India Act Except for some small amount of cash the e balance of the Reserve is invested in sterling securities The Reserve includ he invested portion is in the custody of the Secretary of State

The intention is to maintain this Reserve at a market value of Rs 10 crores may be increased by receipts from any of the following sources namely —

(a) proceeds of sales of silver from the Surplus Silver Stock

(b) payments from the Bank under Sections 36 (2) and 36 (3) of the Act

(c) profits from any casual sales of gold by the Bank accruing to Govern nt as part of its share of the profits of the Bank and

(d) capital appreciation of the securities

The Reserve is liable to diminution from two causes, namely —

(i) transfer of assets to the Bank under the proviso to Section 36 (1) of the t to meet sterling liabilities in respect of return of coin and

(ii) capital depreciation of securites

Receipts from the first source are regarded as available for replenishment e Reserve [illegible] ments e Bank a [illegible] e head P [illegible] in order to avoid the record of silver sales under two different heads all such are recorded in the first place under the head " Purchases and Sales of Silver , amount appropriated to the Silver Redemption Reserve being credited to the rve Capital depreciation constitutes the first charge on the interest realised the Securities held in the Reserve and only the net amount of interest in any after making good any depreciation suffered during that year, is creditable Revenue If in any year there is a net appreciation in investments belonging he Reserve, the amount of such appreciation together with all the interest ipts of that year is creditable to Revenue

The balance on the 31st March, 1943 was made up as follows :—

		Nominal amount. £	Market value. £
Investments :—			
British Government	5% Conversion Loan, 1944—64	1,023,500	
Do.	2-3/4% Funding Loan, 1952—57	1,379,100	
Do.	2-1/2% National Defence Bonds, redeemable 1944—48 by drawings	4,018,800	
Do.	2-1/2% Conversion Loan, 1944—49	68,700	
Do.	2% Conversion Loan, 1943—45	926,600	
	Total ..	7,416,700	7,499,9
Add—Uninvested (included in general Cash balance)		..	
	Total ..		7,500,0

The securities are lodged at the Bank of England, by whom the amounts of t holdings have been verified.

Defence Reserve Fund .. .. .. **Cr. Rs.** 1,05,00,005

Equalisation Fund—Defence Services .. .. **Cr. Rs.** 1,38,06,432

68. All operations on these Funds and the Renewals Reserve Fund, Defe Services (see paragraph 78) have been suspended from 1st April, 1939 for the durat of the War in consequence of the financial arrangements reached between Majesty's Government and the Central Government in respect of Defence Services

Post Office Cash Certificates Bonus Fund .. **Cr. Rs.** 19,80,73

	Cr. Rs.
69. This is composed of the following :—	
Post Office Cash Certificates Bonus Fund ..	13,09,352
Post Office Defence Savings Certificate Bonus Fund	6,71,38
Total .	19,80,73

Post Office Cash Certificates Bonus Fund—This fund came into existenc 1930-31 to provide for recurring liability in respect of bonus on Post Cash Certificates, which under the system of accounting now in force is not s under Section O-Unfunded Debt. The fund was built up by providing in Revenue Budget under the head "22-Interest on other obligations—Bon Post Office Cash Certificates" an amount sufficient to cover the calcu liability on account of bonus accruing during the year, the excess of the prov over the actual payment during the year being transferred to this fun debit to revenue. When the actual payment during a year exceeds the provisi the budget for that year, the deficit is met by transferring the amount fron Fund, that is by debit to the Fund and credit to revenue as reduction of charge the service head mentioned above.

In the year 1939-40, the balance outstanding in the fund was transferr revenue leaving a nil balance. At the end of 1942-43, a sum of Rs. 13,09,35 presenting excess provided for in the Revised estimate 1942-43 under "22-In on other obligations" over the actual payments was transferred to the Fund. estimated accrued liability on account of bonus on Cash Certificates rema undischarged on the 31st March, 1943 amounted roughly to Rs. 2,96,69,048.

Post Office Defence Savings Certificate Bonus Fund —This fund has been created the year 1942-43 on the lines of the Post Office Cash Certificates Bonus and The estimated accrued liability on account of Bonus on Defence Savings tificates at the close of the year 1942-43 amounted roughly to Rs 5,57,309

Central Road Fund **Cr Rs 1,68,68,443**

70 The head has been introduced for the adjustment of the additional revenue ived from the enhanced duties on motor spirit as a result of the recommendation the Indian Road Development Committee From the money accumulating under s head grants have been made to Provincial Governments and others for expendi e on any of the following objects, namely —

(i) on the construction of new roads and bridges of any sort,

(ii) on the reconstruction or substantial improvement of existing roads and bridges,

(iii) on the interest and amortisation of loans taken after the 21st April 1934 but approved or sanctioned before the 5th March 1937 and spent on the construction, reconstruction or substantial improvement of roads and bridges,

(iv) in special cases, on the maintenance of roads and bridges, constructed reconstructed or substantially improved from the Road Account since 1930,

(v) in special cases, on the maintenance of roads and bridges constructed, reconstructed or substantially improved from loans approved or sanctioned by the Governor General in Council after the 21st April, 1934 and

(vi) to meet charges including the cost of establishment connected with the control of motor transport and with the preparation of schemes of Road Development or with the administration of provincial Boards of Communications

This deposit head has also been debited with the cost of administering the ntral Road Fund and the expenditure upon schemes for such research and intelli nce and upon such special enquiries connected with roads and upon special grants aid for such objects connected with roads as the Governor General in Council s approved, these charges being met out of the portion constituting the reserve at e disposal of the Central Government The amount at credit of this head on e 31st March, 1943, represents the undisbursed balance of the Central Road Fund ld in deposit

Sugar Excise Fund **Cr Rs. 5,14,311**

71 An amount equivalent to one anna of excise duty per hundredweight of gar was originally set aside for the purpose of assisting the cultivators of sugarcane securing fair prices for their cane The funds were to be distributed only upon submission of approved schemes by the Provincial Governments With effect m 1st April, 1939 it has been decided that the first call upon this Fund should be e requirements of the Imperial Institute of Sugar Technology, Cawnpore Next, oney is found for properly co ordinated schemes of sugar research and cognate tivities conducted by the Imperial Council of Agricultural Research The balance available for grants to Provincial Governments on schemes ancillary to the Impe l Council of Agricultural Research schemes designed to test the results of those emes in particular areas The amount set apart from the excise duty on sugar d the receipts of the Imperial Institute of Sugar Technology are credited to the nd and the amount of disbursements on account of grants to Provincial Governm ents and other authorised expenditure are debited to it

Fund for the Relief of Groundnut Cultivators .. Cr. Rs. 7,96,794

72. This fund was created during the year 1941-42 for the relief of ground nut cultivators. This fund receives credits on account of amounts passed on b His Majesty's Government representing rebates from shippers of groundnuts, equa to the difference between the buying price of His Majesty's Government and th current market price of groundnuts purchased in the Indian market. The fund controlled by the Government of India in the Commerce Department and utilis for the benefit of general body of groundnut cultivators.

Civil Aviation Fund .. .. Cr. Rs. 4,64,382

73. An amount equivalent to the additional duty on petrol consumed for av tion purposes is transferred as a block grant to this Fund by debit to the head " Aviation—Appropriation to Civil Aviation Fund ". The actual expenditure n from this Fund on account of grants-in-aid to flying clubs, and on the training pilots, etc., is initially brought to account under " Special Grants-in-aid from additional tax on petrol consumed for aviation purposes " subordinate to the ma head " 44-Aviation," and is ultimately transferred to this Fund by book adjustm at the end of the year.

Panth Piploda Reserve Fund .. .. .. Cr. Rs. 15,307
Panth Piploda Reserve Fund Investment Account Dr. Rs. 14,938

74. *Panth Piploda Reserve Fund.*—This Fund was opened in 1939-40 to record balance of annual contributions for supervision charges recovered from the Tha of Panth Piploda in excess of actual requirements. A portion of the Fund invested in Government securities and Postal Cash Certificates. The debit bal in the Investment Account represents the cost price of these investments. interest realised on the investment is credited to the Fund.

The acceptance of the balances is still awaited.

	Cr. Rs.
Fund for the Economic Development and Improvement of Rural Areas	19,38,412
Fund for the Development of Civil Aviation	24.29,346
Fund for the Development of Broadcasting	12,69,179
Fund for special Frontier Expenditure including Development	68,14,13

75. These funds were created out of the revenue surplus which accrued t Central Government at the close of the years 1934-35 and 1935-36 in order to fi certain measures of public utility.

Fund for the Economic Development and Improvement of Rural Areas.— amount at credit of this fund is intended for distribution to the Provinces and cen administered areas for expenditure on schemes for the amelioration of the con of the cultivators and rural classes.

Fund for the Development of Civil Aviation.—This is intended for the de ment and organisation of air routes in India.

Fund for the Development of Broadcasting.—It provides a reserve for cons ing a large transmitting station in Delhi and ultimately a similar new stat Madras, for improving and extending the existing stations at Calcutta and B and provision of transmitters and receiving centres at other stations in India.

Fund for Special Frontier Expenditure including Development.—This is in for the construction of roads in tribal areas in the North-West Frontier Pr and for various schemes of economic development in those areas.

Fund for the benefit of cotton growers Cr Rs 1,04,67,778

76 This fund was created during the year 1941 42 out of the additional import duty imposed on raw cotton by Ordinance No VIII of 1942 Expenditure from the Fund will be on account of cost of purchases of cotton and for other measures undertaken by the Central Government for the benefit of cotton growers in India

Depreciation Reserve Fund—Government Presses Cr Rs 13,28,811

77 This reserve fund is credited with depreciation calculated on the depreciated value of the plant machinery and furniture in use in Government of India Presses as also with the residual book value of plant machinery and furniture disposed of during the year Appropriations from the Reserve are made to meet the cost of replacement of plant machinery, etc

Renewals Reserve Fund—Defence Services Cr Rs 13,88,890

78 The details of this account are as follows —

Military Commands and Districts	Name of the Fund				Total
	Army Ordnance and Clothing Factories	Dairy Farms	Grass Farms	Medical Store Depots and Work shops	
(1)	(2)	(3)	(4)	(5)	(6)
	Rs	Rs	Rs	Rs	Rs
North West[illegible]		35 302	1 09 912		1 45 214
[illegible]		50 737	85 664	528	1 36 929
[illegible]		1 9? 107	2? 990	49 472	2 68 569
[illegible]		99 147	—?80		98 867
[illegible]	7 39 311				7 39 311
Total	7 39 311	3 77 293	?2? ?86	50 000	13 88 890

These reserves were established with the approval of the Secretary of State with the object of setting aside a certain sum annually to cover the wastage of capital assets such as plant, buildings and live and dead stock in use in the quasi commercial undertakings of the Army and so to maintain their efficiency

As stated in paragraph 68 all operations on these Funds have been suspended from 1st April 1939 for the duration of war in consequence of the financial arrangement reached between His Majesty s Government and the Central Government

(C) Other Deposit Accounts

79 This account is sub divided into the following heads —

		Dr	Cr
		Rs	Rs
Deposits of Local Funds	(a)	5 ?? 345	[illegible]
[illegible]			?? 370
[illegible]	(b)	1 060	8 70 16 9?2
[illegible] Deposits			17 [illegible] 29 179
Other Accounts	(c)	10 9? 377	7 9? 44 [illegible]
Transactions connected with the War 1939			17 [illegible] 232
Total		16 01 [illegible]	52,3 [illegible]

(a) Represents investment in securities out of the balance under Depreciation Reserve Fund [illegible]patam Fort in Madras vide sub para 3 of para 81

(b) Represents investment in the Post Office Savings Bank out of the balance under Public Works Deposits in the Punjab vide para 90

(c) Represents investment in securities out of the balance under the head [illegible] the Dange[illegible] vide para 133

Deposits of Local Funds .. .. Cr. Rs. 52,59,691

80. The details by Provinces are :—

Funds.	Central Revenues.	Baluchistan.	Madras.	Bombay.	Bengal.	United Provinces.	Punjab.	Bihar.	Central Provinces and Berar.	Assam.	North-West Frontier Province.	Coorg.	Total.
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
District Funds	1,30,147	..	..	..	..	..	..	..	..	..	..	18,675	1,48,822
Municipal Funds	1,30,020	1,29,367	..	..	..	..	..	..	..	..	..	19,398	2,78,785
Cantonment Funds	3,63,163	..	33,699	2,44,756	18,848	1,03,748	61,086	..	42,238	..	84,517	..	9,52,055
Town and Bazar Funds ..	19,886	1,92,103	..	..	..	..	..	..	..	11,356	14,280	..	2,37,625
Port and Marine Funds ..	..	..	—91,421	..	4,609	..	..	..	..	..	..	..	—86,812
Depreciation Reserve Fund, Vizagapatam Port.	..	..	5,64,936	..	..	..	..	..	..	..	..	..	5,64,936
Education Funds	394	..	..	..	..	..	..	..	..	..	..	..	394
Medical and Charitable Funds ..	19,444	..	..	..	..	..	..	1,06,356	..	..	..	..	1,25,800
Other Miscellaneous Funds ..	24,97,257	..	..	5,34,098	..	..	..	..	..	..	..	6,731	30,38,086
Total ..	31,60,311	3,21,470	5,07,214	7,78,854	23,457	1,03,748	61,086	1,06,356	42,238	11,356	98,797	44,804	52,59,691

81 These are cash balances in the current accounts of local funds and other local [auth]orities which are permitted to use the Government treasuries as their banks [Eac]h fund has an administrator, either a public officer or a committee, and the [veri]fication consists, firstly, in reconciling the figures as between the broadsheets [whi]ch are posted from the treasury *plus* and *minus* memoranda and the ledger and [seco]ndly in ascertaining how far the administrator accepts the balance standing [to] his credit on the Government books

The balances under Central Revenues relating to Cantonment Funds, and Other [Misc]ellaneous Funds have not been accepted in all cases Acceptance certificates [are] awaited under (i) Town and Bazar Funds and Municipal Funds in Baluchistan, [and] (ii) in one case under "Other Funds" in Coorg

Depreciation Reserve Fund Vizagapatam Port — The balance under this fund [is t]he gross balance out of which Rs 5,66,345 has been invested in securities

A sum of Rs ,481 was debited instead of being credited to this head As a [resu]lt of this the credit balance under this head has stood at Rs 5 64,936 instead of [Rs] 5 69 898 Necessary readjustment has been made in the accounts for 1943 44

Deposits of Branch Line Companies Cr. Rs. 72,379

8? The balance under this head is the net amount of the deposits with the [Gov]ernment made by branch line companies for capital expenditure on their lines

The details are —

Railways	Cr Rs	Railways	Cr Rs.
[Ahm]edabad Parantij	3 813	Rajpura Bhatinda	7,479
[Ba]rada Talband	2 904	Sialkot Narowal	260
[Cen]tral Provinces and Pulgaon Arvi	5 018	Dhond Bharamati	2 852
[...]a Sirajganj	6 ? 34	Mymensingh Bhairbbazar	3,673
[Coo]ch Behar	6 482	Peralo?m Karaikkal	1 908
[Coch]in Harbour	2 941	Mandra Bhaun	3 208
[Guj]erat	?92	Quilon Trivandrum	625
[Jam]mu Kashmir	112	Pondicherry	7??
[Jh]olna Bagerhat	10 306	Katakhal Lalbazar	352
[Pac]hora Jamner	12 741		
		Total	72 379

The above balance (*viz*, Rs 72,379) agrees with that shown in the books of the [co]mpanies except in two cases on the North Western Railway

One case of misclassification detected during test audit has resulted in a short [de]bit of Rs 1 429

Civil Deposits .. ..

83. The transactions brought to account under this head relate mainly to su

members

The followi

Funds. (1)	Central Revenues. (2)	Supply Accounts, (Civil). (3)	Food Accounts. (4)	Baluchistan. (5)	Madras. (6)	Bombay (7)	Bengal. (8)	Unite Provin (9)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	R
Revenue Deposits ..	10,94,900	..	..	1,94,851	2,80,845	6,20,072	9,46,580	1,35
Civil and Criminal Courts Deposits	2,41,352	671	..	1,80,747	2,00,412	..	..	.
Personal Deposits ..	3,97,984	..	..	2,93,610	33,03,357	1,81,81,934	84,98,582	4,37
Political Agents Deposits	..	..	..	..	..	..	..	.
Shipping Masters' Deposits	..	..	..	..	882	2,15,307	17,657	.
Public Works Deposits	1,54,61,294	..	..	31,956	3,959	13,045	1,18,193	2,33
Forest Deposits ..	..	..	..	..	.	35,796	..	.
Supply Department Deposits	..	29,78,798	..	..	..	..	..	
Food Department Deposits	..	..	4,02,707	..	..	..	..	.
Steel Deposits ..	..	2,82,820	..	..	..	..	..	.
Trust Interest Funds ..	5,340	..	..	..	15,370	4,477	1,109	
Deposits of the Tea Cess Fund ..	..	..	..	..	64,729	79,159	1,97,923	
Deposits of the Lac Cess Fund	..	..	..	..	..	—892	4,819	
Deposits of the Cotton Cess Fund ..	..	..	..	..	4,637	14,479	657	
Deposits of Coffee Cess Fund	..	..	..	..	46,743	16,628	4	
Indian Research Fund ..	1,61,366	..	..	..	—1,027	..	..	
Unclaimed Provident Fund Deposits ..	55,177	230	..	..	53	5,936	694	
Deposits account of railway freight for Kharagoda Salt ..	..	..	..	..	..	36,385	..	
Deposits on account of Police Fund ..	44,844	..	..	34,624	..	..	..	
Deposits of fees received by Government servants for work done for private bodies	9,559	..	..	366	3,686	754	4,336	
Deposits on account of moneys received on account of the King Emperor's Anti-Tuberculosis Fund ..	..	..	..	..	..	15	..	
Deposits of the surplus estates of deceased officers, deserters and others of the Indian Army	2,52,034	..	..	..	..	..	..	.

Cr Rs 8,70,16,972

deposited with Government in the daily course of public business by or on behalf of the public

are the details —

Punjab. (10)	Bihar (11)	Central Provinces and Berar (12)	Assam (13)	North West Frontier Province (14)	Orissa (15)	Sind. (16)	Coorg (17)	Total. (18)
Rs.	Rs	Rs	Rs	Rs.	Rs.	Rs	Rs.	Rs.
?82,243	1 51 602	41 ?07	3? 474	63 064		8,39 574	50 8??	47 46 09?
							13 910	6,37 09?
3,29 688	7,2 0	1 08 975	40,30 410	10 31 906	20 378	17 65,33?	301	3 84 07 402
				38 086				38 086
						3 096		2 36 942
4,360		1 96 630					53 783	1 61 16 451
								35 796
								20 78 798
								4 02 ?07
								2 8? 8?0
1 465	28	18 960					6?2	47 473
						1 90,366		5,32 177
						?910		6,837
								19 7?3
								63,3?5
								1 60 339
		93		215				65 177
								38,3?5
								?9 4?8
100							5?	18,8?4
8,903								8,918
								2,52,03?

84. Revenue, Civil and Criminal Courts' deposits are not kept distinct in the North West Frontier Province, where the whole of the civil work (Revenue, Judicial and Criminal) is in charge of the same Deputy Commissioner. A similar arrangement is also in vogue in some of the districts in the Punjab.

There are two entirely different systems of deposit accounts. The first may be called the detailed plan, in which every receipt is treated as a separate item and every payment charged against some particular receipt. The second is the ledger plan, that is, a running account is kept of receipts and payments on some particular account (an estate, an institution, etc.). To every Ledger Account there is an "Administrator", the person authorised to pay money into the treasury or draw it out. Deposits kept on the latter plan are termed Personal Deposits.

The verification of the balance on the first plan is as follows :—

The receipts and payments, which are recorded in detail in deposit registers, are posted monthly by totals into a proof sheet which provides columns for recording the repayments of deposits credited in the same year and in each of the three preceding years. At the end of the year, balances are struck upon the proof sheet separately for the different districts for each of the four years. The balance of the first year is usually written off the deposits account, as all balances unclaimed for more than three complete account years are ordinarily credited to Government. The aggregate balance on the proof sheet is then agreed with the balance on the general books of the class of deposits concerned and finally, reconciled with the *plus* and *minus* memoranda received from treasuries or, where necessary, with the accounts received from Civil and Criminal Courts. The verification of the ledger form of deposit account consists mainly in agreeing the balance with that claimed by the Administrator.

Revenue Deposits .. .. **Cr. Rs. 47,46,090**

85. These are mainly deposits made in Revenue Courts or in connection with the revenue administration. They also include earnest money deposits made by intending tenderers for contracts, etc., in the Civil Departments. Deposits on account of Civil and Criminal Courts in the North-West Frontier Province are also included under this head.

There are discrepancies of Rs. 11,718, Rs. 156 and Rs. 20 between the ledger nd broadsheet balances in Madras, the Punjab and Sind respectively which are der settlement.

Civil and Criminal Courts' Deposits .. .. .. **Cr. Rs. 6,37,092**

86. The ledger balance has been verified in accordance with the prescribed rules. ne differences of Rs. 81 and 74 between the ledger and broadsheet balances under entral Re.enues and Madras respectively have since been settled.

Personal Deposits .. .. **Cr. Rs. 3,84,07,402**

87. The transactions recorded under this head are of the nature of a banking eposit account. It has been certified that (*i*) personal ledger accounts were properly erated upon and none of them was overdrawn and (*ii*) that no such account was ened during the year except with the sanction of the competent authority. Certiates of acceptances of balances are awaited in six cases in Central Revenues, five Bombay, eight in the United Provinces and fourteen in Assam. In the United rovinces the balance of the personal ledger accounts agrees with the ledger xcept in the case of one treasury.

Political Agents' Deposits .. .. .. **Cr. Rs. 38,086**

88. This deposit head is intended for the record of receipts coming into the ands of the Political Agents and Deputy Commissioners in the North-West Frontier [illegible] tribal areas for disbursement to tribes, which prior to the [illegible] of Government accounts.

Shipping Masters' Deposits Cr. Rs 2,36,942

89 Deposits of unpaid wages of discharged seamen wages and effects of de ased seamen, and unclaimed wages and deposits of seamen not deceased are re rded under this head

Public Works Deposits Cr Rs 1,61,16,451

90 Cash deposits from subordinates and contractors as security, deposits for rks to be done for private persons and public bodies, sums due to contractors on sed accounts and unclassified items of miscellaneous receipts awaiting clearance adjusted under this head The amount represents the gross balance out of which um of Rs 1,060 in the Punjab, has been invested in the Post Office Savings Bank

Forest Deposits Cr. Rs 35,796

91 This represents amounts held in deposits by the Forest Officers in the Dangs a in Bombay

Supply Department Deposits . Cr Rs 29,78,798

92 The balance represents the amount deposited in advance by *quasi* public lies and Indian States, etc, for purchase of stores through the Supply Depart nt as well as the amounts deposited by contractors for the due performance of ir contracts The balance agrees with the Broadsheet except for a difference of 87 which is under reconciliation

Food Department Deposits Cr Rs 4,02,707

93 It represents amounts deposited by contractors as security

Steel Deposits Cr Rs 2,82,820

94 The balance represents amount deposited in advance by indentors in respect teel purchased in the United States of America

Trust Interest Funds Cr Rs 47,478

95 The balance under this head represents mainly the amount of the interest ment orders issued in connection with the payment of interest on Government rities held in trust remaining unpaid on 31st March, 1943

Deposits of the Tea Cess Fund Cr Rs 5,32,177

96 Customs duty levied and collected on all tea produced in India and export rom any customs port to any port beyond the limits of British India under the an Tea Cess Act (IX of 1903) and payments made to the Indian Tea Market ansion Board on that account are recorded under this head

Deposits of the Lac Cess Fund Cr Rs 6,837

97 This head embraces receipts on account of customs duty levied under the an Lac Cess Act (XIV of 1921) and payments thereof to the Indian Lac Asso on for research The debit balance under Bombay will be adjusted against veries during 1943 44

Deposits of the Cotton Cess Fund Cr Rs 19,773

98 Under this head are recorded the receipts in respect of cess levied and col d on all cotton produced in India and either exported from any customs port ny port outside British India or consumed by any mill in British India under Indian Cotton Cess Act (XIV of 1923) and payments thereof to the Cotton Cess mittee

Deposits of the Coffee Cess Fund Cr. Rs 63,375

99 Cess collected under the Indian Coffee Cess Act (XIV of 1935) on all Coffee uced in India and taken by sea or land to any place beyond the limits of British a for the promotion of the cultivation, manufacture and sale of Indian coffee payment thereof to the Coffee Cess Committee are recorded under this head e is a discrepancy of Rs 12,176 between ledger and the broadsheet balances in ras which is under settlement

Indian Research Fund .. .. **Cr. Rs. 1,60,339**

100. This head is intended to record the transactions of the Indian Research Fu Association. The balance under Central Revenues includes the balances under following sub-heads *viz.*, (i) Indian Research Fund Association (Rs. 1,13,963) and Indian Research Fund Association Contributory Provident Fund (Rs. 47,4 Acceptance certificates are awaited. The debit balance in Madras is being adju in 1943-44.

Unclaimed Provident Fund Deposits .. .. **Cr. Rs. 65,177**

101. The balance represents the amounts in the General, Contributory Defence Savings Provident Funds remaining unclaimed for a period exceeding months after they become payable under the rules. These unclaimed amou are transferred to this head at the end of each year.

Deposit Account of Railway Freight for Kharagoda Salt .. .. **Cr. Rs. 36,385**

102. Money received from contractors in respect of removal of salt from Kh goda is credited to this head and the debits raised by the Railways on accoun freight charges are met from these credits.

Deposits on account of Police Fund .. .. **Cr. Rs. 79,468**

103. Acceptances of the balances are awaited.

Deposits of fees received by Government Servants for work done for private bodies .. .. **Cr. Rs. 18,858**

104. Fees received by Government servants for work done for private bodie which a share is payable to the Government servants concerned are credited to head in the first instance and subsequently adjusted.

Deposits on account of moneys received on account of the King Emperor's Anti-Tuberculosis Fund .. **Cr. Rs. 8,918**

105. This deposit head accommodates receipts at treasuries on account of King Emperor's Anti-Tuberculosis Fund pending remittance to the authorities cerned.

Deposits of the surplus estates of deceased officers, deserters and others of the Indian Army .. **Cr. Rs. 252,034**

106. The balance agrees with that in the separate register maintained for purpose.

Repatriation Deposits .. .. **Cr. Rs. 22,888**

107. This is a temporary minor head opened to accommodate deposits f the British Indians residing in Iraq.

Deposits on account of revenue collected on behalf of H. H. the Khan of Kalat .. .. .. **Cr. Rs. 5,642**

108. The balance has been verified.

Deposits of money received for His Excellency the Viceroy's War Purposes Fund .. .. **Cr. Rs. 3,86,497**

109. The contributions to the Viceroy's War Purposes fund are credited to head pending remittance to the Administrator of the Fund.

Deposits on account of money received for Indian Red Cross Society and St. John Ambulance Association .. .. **Cr. Rs. 4,26,694**

110. The accounts mentioned in this paragraph and in paragraph 109 were op ed for the reception of contributions towards these Funds at places where there no branches of the Imperial Bank of India. The acceptances of the Administra concerned are awaited in two cases in the Punjab.

Deposits for work done for Indian States, public bodies or private individuals .. .. .. Cr. Rs. 543

111. The sums received in advance from Municipalities or other bodies financial-independent of Government for payment of compensation for land acquired for m as well as amounts deposited by Indian States for survey work to be done by vernment officers in the States are credited under this sub-head.

Deposits of Defence Loans .. .. .. Cr. Rs. 26,72,076

112. Cash credits on account of Defence loans are adjusted under a deposit head ding their adjustment in the books of the Accountant General, Central Revenues, ler the respective loan heads under "Section N" after reconciliation of the amount orted by the Public Debt Office with the corresponding amounts brought to ount in Government books.

The entire balance is being cleared in the accounts for 1943-44.

Deposit account of Tungan Gold .. .. .. Cr. Rs. 67,633

113. The balance under this head represents the sale proceeds of Tungan gold osited in the Calcutta Mint for meeting the expenditure in connection with the gan refugees.

Deposits on account of money received for St. Dunstan's Hospital for blinded soldiers and sailors, etc. .. .. Cr. Rs. 126

114. The balance has been agreed with that in the proof sheet.

Census Deposits .. .. Cr. Rs. 117

115. This head accommodates the advance payment by the Indian States and vate bodies to meet expenditure on the extraction of extra materials in con-ction with the Census of 1941 required by them. The balance agrees with that own in the Broadsheet.

Companies Liquidation Accounts .. .. Cr. Rs. 17,03,384

116. This head has been opened during the year for unclaimed dividends or distributed assets pertaining to the Companies in official or voluntary liquidation der the Indian Companies Act remaining unclaimed for a period of six months.

Provident Societies Liquidation Accounts .. .. Cr. Rs. 96

117. The deposits received by the Superintendent of Insurance from the quidator of Provident Societies under the Insurance Act of 1938 are recorded der this head.

Deposits obtained for lease/lend stores .. .. Cr. Rs. 1,66,78,286

118. This head embraces deposits by private indentors for stores purchased them under the Lease and Lend arrangement.

Deposits against dollar payments made by the British Purchasing Commission, America .. .. Cr. Rs. —74,835

119. This head is intended to record payments for purchases of steel in America which funds are at present not required to be transferred from India. The nus balance is due to the fact that certain debits have yet to be passed on to the ties concerned to whom American steel has been supplied after tracing the stores receipt of consignees' acknowledgments the whole amount will be adjusted by. dit to the head.

Deposits of Indian Coffee Market expansion Board Cess Fund .. .. Cr. Rs. —45,177

120. The debit balance has since been adjusted.

MAPDAGCR

Other Deposits .. .. Cr. Rs. 17,25,29,179

121. These comprise the deposits on the books of the non-Civil Accounts Offic the details of which are as follows :—

	Cr. Rs.		Cr. Rs
Posts and Telegraphs Deposits ..	1,94,68,531	Appropriation to Renewals Reserve Fund for Permanent Way and Rolling Stock (Railways) ..	58,57,
Defence Services Deposits ..	11,86,21,634	Trust Interest Account (Railways)	14,
State Railways Deposits ..	2,85,66, 988		
		Total ..	17,25,29,

Posts and Telegraphs Deposits .. .. .. Cr. Rs. 1,94,68,531

122. The details are :—

	Cr. Rs		Cr Rs
Dead Savings Bank Accounts ..	2,14,99,421	Unclaimed Savings Bank deposits of less than Rs. 2 on 1st August, 1940	10,79
Unclaimed Provident Fund Deposits	76,613	Other items	25,26
Trust Interest Accounts ..	959		
Foreign Money Orders	—57,14,239		
		Total ..	194,68

Dead Savings Bank Ledger.—Savings Bank Accounts in which no transact have taken place for a specified period are transferred to this ledger. amount outstanding therein does not lapse to Government but is retransfe to the current Savings Bank Ledger when the account is revived on the applica of the depositor.

Unclaimed Provident Fund Deposits.—The balance under this head repres the amounts in the Provident Funds remaining unclaimed for a period excee six months after they become payable under the rules. These unclaimed amo are transferred to the head " Deposits " at the end of each year.

Trust Interest Accounts.—The balance represents the interest on Gov ment securities held on behalf of Posts and Telegraphs employees and contrac remaining unpaid at the close of the year under report.

Foreign Money Orders.—The debit balance represents net transactions account of money orders exchanged with foreign countries.

Unclaimed Savings Bank Deposits of less than Rs. 2.—The balance under this amounted to Rs. 10,79,427. Due to certain amendments to the Savings Bank with effect from 1st August, 1940, the Savings Bank accounts having balances o than Rs. 2 on 31st July, 1940 have been treated as dead and the balances rema unclaimed have been transferred at the end of 1940-41 to this minor head spec opened for the purpose. Any future claims of the depositors of these accounts be met from the balances outstanding under this head. Out of the differenc Rs. 9 between the ledger and the subsidiary register balances, a sum of Rs. 8 has been settled.

123. *Other Items.*—The balance is composed of :—

	Cr. Rs.		C R
Fixed Deposits	6,07,678	Indian Postal Orders	1,4
Trunk Call Deposits	19,591	Miscellaneous	17,5
		Total ..	25,2

Fixed Deposits.—The balance under this heads includes deposits made by f presses and other bodies and individuals for telegrams sent on the Deposits Acc system. Under this system a deposit of an amount approximately equivalent t cost of telegrams for a specified period is made by the parties concerned anc telegrams sent daily are accepted by the Telegraph Offices without prepayn The actual cost of the telegrams sent during a period is recovered by the depart by presentation of bills. Under this head are also included depos its mad holders of Post Boxes for locks and keys supplied to them. These deposits paid back to the parties when the service ceases.

Trunk Call Deposits.—Telephone subscribers who are not Government officials d to be required to make a deposit to enable them to make calls over the Trunk ephone lines from their telephones. This system has, however, been suspended an experimental measure from the 1st October, 1936 and the deposits held the time are being adjusted against Trunk Call bills. The balance represents ance of these deposits at the end of the year 1942-43.

Indian Postal Orders.—The balance represents the difference between receipts d payments in respect of Indian Postal Orders issued during 1942-43.

Miscellaneous.—The balance under this head is made up of a number of cellaneous accounts such as excess credits in the cash accounts, miscellaneous [illegible] ry, balance of British penny postage [illegible] coveries of wrong payment of money [illegible] defence savings stamps, fine fund, cash ificates short payments, etc., and undrawn pay of officers and men in the field.

Defence Services Deposits .. .. Cr. Rs. 11,86,21,634

124. The particulars are detailed below :—

[Mili]tary Commands and Districts (1)	Name of the Deposits. Security Deposits. (2)	Unclaimed Provident Fund Deposits. (3)	Field Deposits. (4)	Trust Interest Account. (5)	Troops Amenities Fund. (6)	Miscellaneous. (7)	Total. (8)
	Rs.	Rs.	Rs.	Rs.	Rs	Rs.	Rs.
[Nor]th Western Army, [R]awalpindi	6,32,568	.	..	.		43,35,429	49,67,997
[Mili]tary Accounts and [Pen]sions, Lahore.	19,68,657	11,442	4,22,623	754	—10,304	54,45,371	78,38,543
[Sou]thern Army, Poona..	7,20,848	..	17,563	.	14	1,98,818	9,37,243
[Cen]tral Command, Meerut	13,50,951	65	3,20,521	208	..	3,39,715	20,11,460
[Ai]r Forces, Amballa ..	555	..	..	..	.	9,641	10,196
[Ar]my Factory Accounts, Calcutta.	5,68,085	7,273	..	246	..	6,499	5,82,103
[Nava]l Accounts, Bombay	40,297	..	..	..	..	5,62,517	6,02,814
[Su]pply Accounts, Defence [D]elhi.	20,72,046	..	..	..	..	3,542	20,75,588
[Fiel]d Accounts, Poona.	3,860	..	9,71,27,440	..	..	6,12,154	9,77,43,454
[Eas]tern Command, [Pa]tna.	11,53,626	..	..	4	..	7,24,592	18,78,222
[Bri]tish Troops Accounts, [M]eerut.	...	..	—25,986	..	..	..	—25,986
Total ..	85,11,493	18,780	9,78,62,161	1,212	—10,290	1,22,38,278	11,86,21,634

Security Deposits.—The balances under this head represent mainly the secu[rit]y deposits received in cash from contractors and others by the officers of the Defence [De]partment. A difference of Rs. 519 under Supplies Accounts (Civil) is under [re]conciliation.

Unclaimed Provident Fund Deposits.—The balances represent the amounts [cre]dited to the General Provident Fund and other Miscellaneous Provident Funds of [th]e employees of the Defence Department but remaining unclaimed for a period [ex]ceeding six months.

Field Deposits.—The balances represent the net result of credit and debit [ba]lances standing to the credit of officers and personnel serving overseas.

There is a difference of Rs. 16,600 relating to Field Accounts, P[illegible] [w]ith the net credit balances in the Individual Running Ledger A[illegible] [u]nder settlement.

Trust Interest Account.—The balances under this head represent disbursed amount of interest due to contractors on their deposits.

Troops Amenities Fund.—This head is credited with the sums from time to time from the Defence Services Estimates, according to the ..ents, of the amenities for Troops Directorate and by contribution from Excellency the Viceroy's War Purposes Fund. The debit balance relating to t[illegible] Controller of Military Accounts and Pensions, Lahore is being readjusted in 1943-44[illegible]

Miscellaneous.—The balances under this head include (*i*) outstanding credits pe[illegible] taining to unadjusted amount of sale of coupons in Dairy Farms, (*ii*) amounts due t[illegible] contractors on closed account, (*iii*) closing balance of stock purchases, (*iv*) deposits f[illegible] work done for local bodies, etc., (*v*) earnest money deposits, (*vi*) imprest cash [illegible] made by the Air Ministry Pay Master to Indian Forces Overseas and cash a[illegible] by District Treasurer, Nairobi to imprest holders pending the receipt of debits [illegible] (*vii*) other miscellaneous deposits.

State Railways Deposits .. .. .. **Cr. Rs.** 9[illegible]

125. The details are :—

Classified heads. (1)	State Railways Capital. (2)	State Railways Revenue. (3)	Total. (4)
	Rs.	Rs.	Rs.
1. Security deposits of subordinates	2,270	6,93,536	6,9[illegible]
2. Security deposits of contractors and others ..	2,97,528	50,76,207	53,7[illegible]
3. Deposits for work done for private persons and public bodies	38,053	13,66,113	14,0[illegible]
4. Unpaid wages	18,671	13,41,225	13,5[illegible]
5. Sums due to contractors on closed accounts ..	..	1,29,903	1,2[illegible]
6. Net earnings on worked lines	..	82,06,748	82,0[illegible]
7. Private Companies	..	—2,06,919	—2,0[illegible]
8. Miscellaneous	6,22,785	1,09,80,868	1,16,[illegible]
Total ..	9,79,307	2,75,87,681	2,85,[illegible]

Private Companies.—The balance is under clearance. Certificates of acce[illegible] by the parties concerned are awaited in one case each on the Great Indian Pen[illegible] Bengal and Assam and the Oudh and Tirhoot Railways. The reconcilia[illegible] balances with the General books has been completed and a difference of Rs.[illegible] under the subhead "unpaid wages" on the books of the Bengal and [illegible] Railways is being adjusted in the accounts for 1943-44.

Nine cases of misclassification detected during test audit have resulted [illegible] excess credit of Rs. 2,13,286 under the sub-head "miscellaneous."

Appropriation to Renewal Reserve Fund for Permanent Way and Rolling Stock (Railways) .. **Cr. Rs.** 58,[illegible]

126. This fund was instituted during the year on the Bengal Nag[illegible] Madras and Southern Mahratta and the South Indian Railways for the pu[illegible] setting aside from working expenses of the companies the amounts required [illegible] the post war expenditure on renewals and replacements of Permanent W[illegible] Rolling Stock, which had to be deferred on account of the war.

Trust Interest Account (Railways) .. .. .. **Cr. Rs.**

127. The balance under this head represents interest received on the [illegible] ment Promissory notes of the contractors, which was not paid to them be[illegible] close of the year under report.

Other Accounts .. .. Cr. Rs. 7,95,44,204

128. The details of the balances in the various deposit accounts under this ...ad are :—

...ne of Deposit Account.	Central Revenues.	Baluchistan.	Defence.	Bombay.	Punjab.	North-West Frontier Province	Coorg	Assam.	Total.
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
...ventions from ...entral Road ...und	10,29,936	3,67,518	..	..	.	34,773	.	..	14,32,227
...posit Account ...f Grants for ...conomic Development and ...mprovement ...f Rural Areas	3,106	..	..	.	117	.	.	.	3,223
...posit Account ...f the grant ...ade by the ...mperial Council of Agricultural Research	—14,076	12	..	..	..	..	..	..	—14,064
...posit Account ...f grants from ...he Central ...overnment for ...he development of handloom industries	2,853	..	..	..				.	2,853
...posit Account ...f the Dangs	.	.		21,61,967			..		21,61,967
...posit Account ...f Excess Profits Tax refundable to assessees under the ...ndian Finance ...ct, 1942 ..	61,44,644	.	..	..	..			.	61,44,644
...posit Account ...f Khasi Hill ...tate	..	..	..	..	..	..		36,400	36,400
...ferred Pay ...ndian Troops	..	..	4,50,24,000	..	..	.	..	.	4,50,24,000
...ost War Reconstruction ...und .	..	..	2,39,36,000	.	..	..	..	..	2,39,36,000
Balance of Coorg	..	..	..	..	..	..	8,17,044	..	8,17,044
Total ..	71,66,463	3,67,530	6,89,60,000	21,61,967	117	34,773	8,17,044	36,400	7,95,44,294

Subventions from Central Road Fund .. .. Cr. Rs. 14,32,227

129. This head is credited with subventions made from the Central Road Fund to Minor Administrations under the Central Government and in the tribal areas in the North-West Frontier Province for expenditure on approved schemes of road development and other objects mentioned in paragraph 70 and is debited with expenditure met from these grants. The balances under this head represent the amounts of the allotments from the Central Road Fund not spent on road development schemes, etc., to end of the year.

Deposit Account of Grants for Economic Development and Improvement of Rural Areas .. Cr. Rs. 3,

130. The above head is credited with grants from the Fund for the Econ Development and Improvement of Rural Areas, to centrally administered are be spent on schemes for the amelioration of the conditions of the cultivators, the improvement of rural areas. The balance under this head represents the am of the grant from the fund not spent to the end of the year.

Deposit Account of the grant made by the Imperial Council of Agricultural Research .. .. Cr. Rs. —14,

131. This head records transactions connected with grants received from Imperial Council of Agricultural Research for expenditure on schemes of agri tural research and other allied objects. The debit balance under Central Revenu due to expenditure having been incurred prior to receipt of deposit from Imperial Council of Agricultural Research. Acceptances of balances under Cen Revenues are awaited.

Deposit Account of grants from the Central Government for the development of handloom industries .. .. Cr. Rs. 2,8

132. The balance under this head represents the unspent amount of the grants made by the Central Government.

Deposit Account of the Dangs .. .. Cr. Rs. 21,61,967

133. The receipts and payments connected with the administration of th Dangs area in Surat District in Bombay, are accounted for under this head in th books of the Accountant General, Bombay.

Out of the balance under this account, a sum of Rs. 10,94,377 has been invest in securities.

Deposit Account of Excess Profits Tax refundable to assessees under the Indian Finance Act, 1942 Cr. Rs. 61,44,6

134. Under Section 10 of the Indian Finance Act, 1942, in addition to t amount of excess profits tax imposed by Section 4 of the Excess Profits Tax Act, 19 a further sum not exceeding one-fifth of the amount of the said excess profits t may be deposited with the Central Government. The amount deposited by t assessees is repayable with simple interest at the rate of 2 per cent. per annum. further sum not exceeding one-tenth of the excess profits tax paid or one-half of t amount deposited, whichever is less, is payable to each depositor. With a view avoid any large debit to the revenue budget in a single year, it has been decided that each year, the requisite amount to meet the additional payments is to be set as by a reduction in revenue and credit to the above minor head. The necess

djustment on account of the transfer mentioned above is made by the Auditor eneral at the end of the year.

Deposit Account of Khasi Hill States .. .. Cr. Rs. 36,400

135 The Khasi Hill States are administered on behalf of the Crown Repre- ntative by the Governor of Assam as Agent of the Crown Representative under e provisions of Section 287 of the Government of India Act, 1935. The account all receipts and expenditure in connection with the administration of these States, cluding any grant-in aid, is accounted for under this deposit head.

Deferred pay to Indian Troops .. .. Cr. Rs. 4,50,24,000

136. Under Military regulations, Indian Soldiers and non-combatants (enrolled) e entitled to "deferred pay". This deferred pay as the term implies will not be id to the men along with their monthly pay and allowances but the accumulated mount earned by them during their service will be paid to them on promotion to iceroy's Commissioned rank, discharge, retirement, etc. from service. It was ecided during the year 1942-43 that the liability of deferred pay earned should be ischarged concurrently and as a result the amount of deferred pay earned is harged to Defence Services accounts annually *per contra* credit to this deposit head The actual payments to the men are debited to this deposit head.

Post war Reconstruction Fund .. .. Cr. Rs. 2,39,36,000

137. For the purpose of financing schemes for the welfare of Indian soldiers and n combatants (enrolled) the Central Government have sanctioned the institution a fund, called "Post War Reconstruction fund", with effect from the 1st April, 42. This fund will be built up by Government contribution at the rate of Rs. per combatant soldier and Rs. 12 per non-combatant (enrolled) per annum and e total annual contribution will be debited to Defence Services accounts and edited to this deposit head. All expenditure connected with the Post War elfare scheme will be met from this deposit head.

Balance of Coorg .. .. Cr. Rs. 8,17,044

138. The outstanding balance under this head represents the balance of the overnment of Coorg in deposit with the Central Government on the 31st March, 43.

Transactions connected with the War, 1939 .. Cr. Rs. 17,8

139. The following are the details :—

Name of Account. (1)	Central Revenues. (2)	Bombay. (3)	Madras. (4)	T
	Rs.	Rs.	Rs.	
The War Risks (Goods) Insurance Fund ..	8,69,01,406	..	..	8,6
The War Risks (Factories) Insurance Fund	9,19,59,201	..	..	9,1
Deposit for relief of distress of Indian British subjects in enemy countries ..	987	3,142	..	
Deposits on account of enemy property. ..	..	..	12,496	
Total ..	17,88,61,594	3,142	12,496	17,88,

The War Risks (Goods) Insurance Fund .. Cr. Rs. 8,69,01

140. This was established under section 9 of the War Risks (Goods) Insu Ordinance, 1940 in connection with goods insurance scheme put into operatio the Central Government from the 1st October, 1940 in accordance with the p sions of Section 5 of the Ordinance. All sums received by the Central Go ment by way of insurance premium under the War Risks Insurance Scheme to this head.

The War Risks (Factories) Insurance Fund .. Cr. Rs. 9,19,5

141. The fund was established under Section 7 of the War Risks (Facto urance Ordinance, 1942 for the purpose of factories insurance scheme put operation by the Central Government from the 1st April, 1942 in accordance the provisions of Section 3 of the Ordinance. All receipts by way of insur premium are credited and all liabilities under the scheme are charged to this hea

Deposits for relief of distress of Indian British Subjects in enemy countries .. .. Cr. Rs. 4,1

142. The balance has been verified.

Deposits on account of enemy property .. Cr. Rs. 12,4

143. The amount was erroneously adjusted under this head. It has be readjusted during 1943-44.

PART III—ADVANCES NOT BEARING INTEREST.

144. The classes of transactions included under this group are the following :—

Major Heads.	India.		England.
	Dr.	Cr.	Dr.
(1)	(2)	(3)	(4)
	Rs.	Rs.	£
Advances Repayable	[illegible]	..	2,988
Permanent Advances (Civil, Posts and Telegraphs and Railways)	8,61,337		..
Accounts with His Majesty's Imperial Government ..			3,133
Accounts with Foreign Governments and Indian States	70,38,930		..
Accounts with the Government of Burma	..	18,26,278	..
Accounts with the Burma Railway Board ..	..	2,01,926	..
Accounts with the Reserve Bank	44,63,365		..
Exchange Accounts	7,29,44,592	..	..
Total ..	28,27,11,233	20,28,204	7,900
Net Dr. ..	28,06,83,029		

Advances Repayable (India) .. ..

145. The following are the details :—

Heads of Accounts.	Central Revenues.	Supply Accounts (Civil).	Food Accounts.	Baluchistan.	Madras.	Bombay.	Bengal.
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Civil Advances—							
Objection Book Advances	2,53,669	83,423	418	6,549	31,976	32,29,364	1,85,348
Other Advances.. ..	48,975	..	..	..	1,519	34,530	21,565
Special Advances ..	1,85,347	44,93,188	..	..	12,307	1,510	15,000
Forest Advances	12,023	..	..	619	..	3	..
Revenue Advances—							
Advances for Survey operations	..	..	..	..	..	..	47,27
Salt and Excise Advances	..	..	..	..	319	..	.
Total .	5,00,014	45,76,611	418	7,168	46,121	32,65,407	?,69,19
Advances Recoverable—							
Posts and Telegraphs ..	..	..	..	..	..	..	..
Defence	..	..	..	..	..	..	..
	..	..	..	..	..	..	..
GRAND TOTAL ..	..	..	..	..	..	..	..

Dr. Rs. 19,73,88,009

United Provinces.	Punjab.	Bihar.	Central Provinces and Berar.	Assam.	North-West Frontier Province.	Orissa.	Sind.	Coorg.	Total.
(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)	(18)
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
34,957	1,51,621	4,722	85,646	40,465	5,181	2,633	13,985	1,051	41,30,838
..	7,406	..	..	..	..	..	2	..	1,13,997
..	6,000	7,231	4	..	1,56,413	8,466	..	..	48,83,466
..	..	..	..	..	..	..	..	839	13,494
..	..	..	..	..	..	..	..	..	47,271
..	..	..	..	..	..	..	..	..	319
34,937	1,64,971	11,953	85,650	40,465	1,61,594	11,099	13,987	1,890	91,91,381
..	..	..	..	..	..	..	..	..	20,92,419
..	..	..	..	..	..	..	..	..	18,61,04,209
..	..	..	..	..	..	..	..	..	19,73,88,009

Advances Recoverable—Defence .. .. .. **Dr. Rs. 18,61,04,209**

154. The details are :—

Military Commands and Districts.	Permanent Advances.	Advances Repayable.				
		Advances Proper.	Navy Bills Receivable.	Advances from Military Treasure Chests.	Passage Advances.	Total.
(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
North Western Army, Rawalpindi ..	1,33,767	18,85,883	..	—12,959	278	20,06,969
Military Accounts and Pensions, Lahore .	3,42,378	78,95,095	..	..	..	82,37,473
Southern Army, Poona	4,07,945	1,47,85,829	..	—35,747	..	1,51,58,027
Central Command, Meerut ..	3,03,727	10,90,957	..	1,10,114	—2	15,04,796
Air Forces, Ambala	11,633	1,00,36,459	..	..	..	1,00,48,092
Army Factory Accounts, Calcutta	52,720	—10,008	..	..	..	42,712
Naval Accounts, Bombay.	7,325	8,45,642	10,97,839	..	..	19,50,806
Supply Accounts, Defence, Delhi ..	14,475	2,86,596	..	..	..	3,01,071
Field Accounts, Poona ..	4,15,862	13,95,69,105	..	..	..	13,99,84,967
Eastern Command, Patna	3,45,002	45,80,781	..	..	..	49,25,783
British Troops, Meerut ..	100	19,43,413	..	..	..	19,43,513
Total ..	20,34,934	18,29,09,752	10,97,839	61,408	276	18,61,04,209

Permanent Advances .. .. **Dr. Rs. 20,34,934**

155. The amount represents imprests granted to Departmental Regimental and other officers. Certificates of acceptance of balances under this head are awaited in twenty-five cases in Southern Army, two cases in Supply Accounts, seventeen cases in [illegible] Command, twenty-one cases in Field Accounts, and sixteen cases in [illegible] Accounts and Pensions, Lahore.

[illegible] **Proper** .. .. **Dr. Rs. 18,29,09,752**

North Western Army.—The balance includes Rs. 2,17,131 representing [illegible] made to various newly raised units, Rs. 8,475 on account of advances for mess equipment and Rs. 16,60,277 relating to miscellaneous and other advan[ces] which are being adjusted in the year 1943-44.

Military Accounts and Pensions, Lahore.—The balance includes (*i*) Rs. 77,70,327 on account of miscellaneous advances representing net amount transferred to this head to clear the outstanding under the detailed head "Stores purchases in India through the Supply Department", (*ii*) Rs. 23,920 on account of advances paid to units and formations for the purchase of officers mess equipment, (*iii*) Rs. 91,849 on account of advances paid to newly raised units, etc., (*iv*) Rs. 10,500 being the balance of advances against the Field Imprest Holders and (*v*) Rs. 1,501 erroneously adjusted under this head, necessary readjustment in respect of which has been carried out in 1943-44.

Southern Army.—The major items comprising the balance are (*i*) Rs. 1,26,610 ... raised units, (*ii*) Rs. 13,387 ... e purchase of officers' mess
ipment, (*iii*) Rs. 39,99,307 being the amount of closing balances on the 31st March, 3 with the various imprest holders, (*iv*) Rs. 5,52,949 adjustable by the Controller Military Accounts which has since been adjusted in 1943-44, (*v*) Rs. 1,01,96,627 hich includes advances paid by the Field Cashiers to the Air Ministry personnel s 7,35,009), foreign currencies repatriated, (Rs 67,02,722) and advances paid to foreign Governments in connection with the construction of aerodromes etc. s. 27,58,896) and (*vi*) Rs. 1,03,051 representing erroneous adjustments under this ad which are in the course of re-adjustment in 1943-44.

In case of (*iii*) above acceptances of balances are awaited in twenty-five cases.

Central Command.—The balance is composed of mainly (*i*) Rs. 2,26,522 on count of interest free advances paid to newly raised units and formations solely for gimental purposes, (*ii*) Rs 20,261 representing advances for the purchase of officers' ess equipment, (*iii*) Rs 8,37,817 on account of advances made to Indian States r execution of works of the Military Engineer Services and to Recruiting Officers meet expenditure on account of advances of pay etc. to recruits and (*iv*) Rs. 6,357 presenting erroneous adjustments under this head being adjusted in 1943-44.

Air Forces.—It includes (*i*) Rs. 74,78,850 being the amount of closing balances n the 31st March ... lders, (*ii*) Rs. 23,47,657 on account ... Accounts, (*iii*) Rs. 1,94,002 being ... made to the Air Ministry Personnel, acceptances in respect of which are awaited and (*iv*) Rs 15,951 on account of advances paid to Air Force Units and formations for the purchase of officers' mess ...

The verification ...

Army Factory A ...

... spect of stores issued to non-military partments etc., while the credit relates to amounts of certain railway bills which ould not be adjusted during the year.

Naval Accounts.—It includes (*i*) Rs. 37,128 on account of advances for the purhase of officers' mess equipment and (*ii*) Rs. 8,08 514 representing miscell ... dvances paid to Naval officers (R ...

... The balance includes (*i*) Rs. 2,25,320 on account of ... nces made to Messrs. Bata Shoe Co., Ltd., (Rs. 1,98,050), Messrs Mackenzie & o. (Rs. 25,000), Bombay Port Trust (Rs. 200) and to an Officer ... n reversion from foreign service ...

... relating to Field Cashier's ... advances adjustable in the office of the Controller ... outstanding imprest holders, account (Rs. 3,24,26,555) utstanding under Advances—Unit Accountants (Rs. 2,31,78,851), (*iv*) amount o newly raised units (Rs. 7,63,668), (*vi*) advances ... (Rs. 7,94,86,585), (*v*) advances paid quipment (Rs. 6 593) ... f officers' mess

The balanc ...

to officers and ...

... maintained on war system of accounting ... as Field Advances and will eventu ... be debited to the head 'Field Deposits' to which the pay and

allowances of the above officers and others are credited as and when they accrue. In case of item (v) above 196 acknowledgments of balances are awaited while in case of item No. (vi) one acknowledgment is still due.

Eastern Command.—The balance is made up of (i) advances for officers' mess equipment (Rs. 3,500), (ii) imprest holders' account (Rs. 34,22,446) consisting of imprests for supplies and services, (iii) miscellaneous advances (Rs. 13,88,290), (iv) refund of advances for which debits are awaited from the Central Command (Rs. —33,455) and (vi) erroneous adjustment under this head (Rs. —2,00,000) which has been set right in the accounts for 1943-44.

British Troops.—It includes (i) Rs. 19,41,113 relating to imprest holders' account and (ii) Rs. 2,300 on account of advances paid for the purchase of officers' mess equipment.

Navy Bills Receivable .. .. Dr. Rs. 10,97,839

157. The balance represents cash payments made on behalf of the Royal Navy. A sum of Rs. 7,09,144 has been adjusted during 1943-44.

Advances from Military Treasure Chests .. .. Dr. Rs. 61,408

158. The credit balance under the head represents the value of cheques remaining uncashed on the 31st March, 1943. The debit of Rs. 1,10,114 represents erroneous adjustment and is being rectified in 1943-44.

Passage Advances .. .. Dr. Rs. 276

159. The balance is on account of erroneous adjustment under this head and has since been re-adjusted during 1943-44.

Advances Repayable (England)—

High Commissioner for India .. .. .. Dr. £ 2,266

160. The balance represents the outstanding amount of various advances made by the High Commissioner.

Permanent Advances .. .. Dr. Rs. 8,61,337

161. The following are the details :—

	Dr. Rs.
Civil— [illegible]	1,26,629
[illegible]es	22,165
[illegible]	2,92,110
[illegible]its, Civil	1,500
[illegible]its	66,912
[illegible]	79,059
[illegible]	1,13,731
[illegible]	15,250
[illegible] Provinces	12,724
[illegible]	7,219
Central Provinces and Berar	12,920
Assam	14,546
North-West Frontier Province	43,125
Orissa	945
Sind	3,795
Coorg	3,665
Total—Civil	8,16,295
Posts and Telegraphs	18,632
Railways	26,410
Total	8,61,337

162 These advances are granted to officers of Government who have to meet contingent expenditure before they can place themselves in funds by drawing bills on treasuries etc Certificates accepting the balance have not been received in two cases in Central Revenues, two cases under Supply Accounts (civil) nine cases in Madras, nine cases in Bengal and one case in the Punjab The balance under Central Revenues includes Rs 2,070 previously held by officers belonging to the Andaman Administration The sanction of the Central Government for the write off of the balance outstanding in the Port Blair Account has since been received Necessary adjustments are being made in the accounts for 1943-44 Under Supply Accounts acceptances of the officers holding the advances are awaited in a few cases

The Posts and Telegraphs balance includes Rs 5,000 held by the Superintendent, Postal Seals Aligarh as working capital

The balance against Railways *viz* , Rs 26,410 represents the amount of imprest or cash held by the Home Boards of the company worked railways and their Consulting Engineers in England

Accounts with His Majesty s Imperial Government **Dr £ 5,133**

163 The details of the balance are —

	£
	Dr
Secretary of State	1 643
High Commissioner	3 490
Total	5 133

The debit balance in the accounts of the Secretary of State represents miscellaneous expenditure on behalf of the Imperial Government It consists of amounts paid in 1941-42 and 1942-43 which are expected to be adjusted in 1943-44

The debit balance in the High Commissioner's accounts is made up of (i) pensions [illegible] to retired officers of the Central Government in respect of their services in [illegible] Government, (ii) salaries and (iii) freight and [illegible] India on behalf of the Imperial Government by [illegible] of balances in respect of (i) and (ii) above has been effected in 1943-44

Accounts with Foreign and Indian States .. .. Dr. Rs. 70,53,930

164. The details of the balance are :—

(Credit +, Debit —.)

Heads of Accounts. (1)	Central Revenues. (2)	Supply Accounts, (Civil.) (3)	Baluchistan. (4)	Madras. (5)	Bombay. (6)	Bengal. (7)	Punjab. (8)	Total. (9)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Civil—								
1. His Majesty's Colonial Government, Ceylon	—10,64,359	..	—1,524	..	..	..	..	—10,65,883
2. His Majesty's Colonial Government, Straits Settlements	—10,75,984	..	..	..	..	..	..	—10,75,984
3. His Majesty's Colonial Government, Mauritius	—99,733	..	..	..	..	..	..	—99,733
4. Account Current with Netherlands Government	—3,543	..	..	..	..	..	..	—3,543
5 His Majesty's Colonial Government, Hongkong	+10,14,213	..	—8,136	..	..	..	..	+10,06,077
6 His Majesty's Colonial Government, Aden	..	..	..	..	+23,525	..	..	+23,525
7. His Majesty's Protectorate Government, Federated Malaya States ..	—7,08,559	..	—118	..	..	..	..	—7,08,677
8. His Majesty's Protectorate Government, Kedah States	—6,081	..	..	..	..	..	..	—6,081
9. His Majesty's Protectorate Government, Perlis	—93	..	..	..	..	..	..	—93
10. His Majesty's Protectorate Govern-								—3,264

11. His Majesty's Protectorate Government, Uganda	+1,405	..	..	..	..	..	..	+1,405
12. His Majesty's Protectorate Government, Nyassaland	—695	..	..	..	..	..	..	—695
13 His Majesty's Protectorate Government, Somaliland	—25,64,818	..	..	..	..	..	..	—25,64,818
14. His Majesty's Colonial and Protectorate Government, Kenya . ..	—23 823	..	..	..	..	..	..	—23,823
15. His Majesty's Colonial Government, Rhodesia	—11,44,530	..	..	..	..	..	..	—11,44,530
16. The Government of Tanganyika Territory	—7,799	..	..	..	..	..	..	—7,799
17. Command Paymaster, Singapore ..	—61,963	..	..	..	..	..	..	—61,963
18. Charges on account of Quarantine Officers recoverable from the Iran Government	+5	..	..	..	..	..	..	+5
19. Accounts with other Foreign States ..			..	..	—5,86,282	..	..	—5,86,282
20. Account Current with Polish Government	—2,22,962	—3,20,822	.	—25,60,783	+81,568	—12,41,146	+33,32,784	—9,31,301
21. Account Current with Indian States								
Total—Civil ..	—61,44,024	—3,20,822	—9 ,778	—25,60,783	—4,81,189	—12,41,146	+33,32,784	—74,24,958
Posts and Telegraphs			.	.	..	..	..	+3,71,023
Grand Total				..	..	..	..	—70,53,930

165. *Colonial and other Foreign Governments.*—The outstandings represent generally the balances due by or to those Governments, the accounts of which were not settled at the close of the year.

As per separate register maintained in the Accounts Office, the amount of charges on account of Quarantine Officers recoverable from the Iran Government is Rs. 61,699. The discrepancy will be settled when the final orders of the Central Government are received regarding the adjustment of the outstanding amount.

Account Current with Polish Government—This head has been opened to record expenditure on Polish childrens' camp in India and the payments made to the delegate of the Polish Ministry of Social Welfare for the Polish children in India.

166. The following are the details of the balance under Account Current with Indian States:—

Central Revenues.

	Dr. Rs.	Cr. Rs.
Alwar	750	..
Hyderabad	71,422	..
Charkhari	..	248
Tonk	..	737
Bikaner	10,891	..
Indore	648	..
Bharatpur	5,500	..
Kotah	20,000	..
Gwalior	98,139	..
Datia	652	..
Panna	652	
Chhattarpur	326	..
Samthar	130	..
Dholpur	5,500	..
Baoni	130	..
Sarilla	65	..
Bhopal	10,176	..
Jaipur	20	..
Dhar	..	54
Jodhpur	..	1,000
Total	2,25,001	2,039
Net Dr.	2,22,962	

All the balances shown above have been adjusted in 1943-44 except those relating to Alwar, Bikaner, Hydrabad, Bhopal, Jodhpur, Jaipur, Gwalior, and Charkhari.

Supply Accounts, Civil.

The sum of Rs. 3,20,822 represents the outstanding balance in respect of stores purchased by the Supply Department on behalf of H. E. H. the Nizam's State Railway and several other Indian States.

Madras.

	Dr.
	Rs
Travancore	19,655
Cochin	12,191
Mysore	25,28,937
Total ..	25,60,783

The certificates of acceptance of balances are awaited from Cochin State. balances have been recovered in 1943-44 to the extent of Rs. 17,57,067.

Bombay.

	Rs
Sawantwadi	67,665
Jath	13,003
Total ..	81,768

The certificates of acceptance of balances have been received.

Bengal.

	Dr
	Rs
Cooch Behar	12,41,146

The balance represents the balance of Government money lying in the Cooch har State treasury which, under special arrangements, makes payment and re-ves money on behalf of Government. The amount does not, therefore, resent any claim outstanding against the State.

Punjab.

	Dr.	Cr.
	Rs.	*Rs.*
Kashmir	..	8,41,091
Bahawalpur	1,49,487	..
Malerkotla	..	8,970
Patiala	..	26,40,898
Kapurthala	..	463
Jind	..	57,312
Faridkot	1,97,090	
Chamba	..	31,181
Nabha	..	1,88,571
Mandi	..	34,144
Suket	..	139
Bikaner	37,851	..
Kalsia	..	4,156
Sirmur	..	13,278
Poonch	5,420	..
Khairpur	1,44,380	.
Loharu	..	583
Tehri (Garhwal)	..	45,952
Ramgarh	28	.
Bilaspur	..	4
Total ..	5,34,262	38,67,046
Net Cr. ..	33,32,784	

The balances due by or to the various States have been communicated to the[m]. The certificates of acceptance have not been received from two states.

167. *Posts and Telegraphs*—The balance is made up of (*i*) Rs. 5,36,[9..] (credit) representing net payment made into Post Offices on account [of] money orders exchanged with Indian States, (*ii*) Rs. 1,65,019 (debit) as net paymen[t] made by Post Offices into Durbar treasuries, and (*iii*) Rs. 818 (debit) represen[ting] the balance of the accounts exchanged between the Indian Posts and Telegra[ph] Department and His Majesty's Colonial Government, Aden.

Accounts with the Government of Burma .. .. Cr. Rs. 18,28[..]

168. The balance under this head represents the financial transactions of [the] Central Government with the Government of Burma remaining unadjusted thro[ugh] the Reserve Bank of India at the close of the year. It includes the sum of [Rs.] 19,052 (debit) in respect of the balance of the accounts exchanged between the Ind[ian] Posts and Telegraphs Department and the Government of Burma.

Accounts with the Burma Railway Board .. .. Cr. Rs. 2,01[..]

169. The balance represents the outstanding amount due from the Burma Ra[il]way Board for which the monetary settlement through the Bank could not be effect[ed] before the Bank's accounts for the year were closed. The balance has been [cleared] *in 1943-44.*

Accounts with the Reserve Bank .. .. .. Dr. Rs. 44,63,3[..]

17[0]. The receipts and payments on account of the Reserve Bank occurring [in] Government (Central) treasuries are recorded under this head until they are clear[ed] by the Accountants General with the Bank. The details are :—

		Rs.
Central Revenues	Dr.	764
Baluchistan	Cr.	2,729
Madras	Dr.	16,025
Bombay	Dr.	10,44,163
Bengal	Dr.	25,658
Punjab	Dr.	2,389
Bihar	Dr.	405
Assam	Dr.	29,63,184
North-West Frontier Province	Cr.	109
Coorg	Dr.	373
Total Net Dr. ..		40,49,113
Railways	Dr.	4,14,252
Total Dr. ..		44,63,365

The balance has since been cleared except debits of Rs. 20 in Central Revenue[s], Rs. 267 in Baluchistan, Rs. 405 in Bihar and Rs. 1,523 in Assam. Under Railways ca[se] case of misclassification detected during test audit has resulted in a short credit o[f] Rs. 21,000.

Coinage Account

168. The following are the details :—

Heads of Accounts.	Central Revenues.	Baluchistan.	Madras.	Bombay	Bengal.	United Provinces	Punjab.	Bihar	Central Provinces and Berar	Assam	North West Frontier Province	Orissa	Sind	Total
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	Rs.	Rs.	Rs.	Rs.	Rs	Rs.	Rs.	Rs.	Rs.	Rs	Rs	Rs	Rs	Rs
Bullion Advances for Coinage	.	.	.	—25,61,741	—6,49,665									—32,11,406
Bronze (and Copper) Coinage Account	+1,76,902	.	.	+3,401	—14,46,774		—1,12,774							—13,79 245
Nickel Coinage Account	+68,99,327	.	.	—10,31,551	—48,18,502		—2,14,156				.			+8,35,118
Quaternary Coinage Account	+3,39,94,615			—2,09,44,997	—93,67,635									+36 81,983
Small Coin Depot Balances	—9,66,200	—34,375	—12,37,934	—49,01,460	—26,72,513	—15 33,406	—11,10,560	—3 38,610	—7,65,870	—3,69,470	—23,010	—64 550	—4 63,075	—1,45,71 042
Quaternary Rupee Coin Balances			.	—5,83 00,000										—5,83 00,000
Total	+4,01,04,635	—34,375	—12,37,934	—8,78,26,348	—1,89,55,089	—15,33,406	—14,37,490	—3,38,610	—7,65,870	—3 69 470	—23 010	—64,550	—4,63,075	—7,29,44,592

Bullion Advances for Coinage .. .. .. Dr. Rs. 32,

172. The debit balance represents the value of silver bullion received in the but not cleared by coin delivered.

Bronze (and Copper) Coinage Account .. .. .. Dr. Rs. 13,

173. The balance represents the difference between the value of metal in *plus* the amount of bronze coins in the Mints on the 31st March, 1943 and the on coins in stock on that date in the Mints and Small Coin Depots, which is no dited to revenue before actual issue of the coins. The details of these balanc the 31st March, 1943 are as follows :—

Name of Accounts. (1)		Central Revenues. (2) Rs.	Calcutta. (3) Rs	Bombay. (4) Rs.	Lah (5 R
Bronze Mintage Account, being the value of metal in store in the Mints on the 31st March, 1943 ..	Cr.	..	..	16,601	
	Dr.	..	14,46,774	..	1,12,
Bronze Coin Account, being the amount of bronze coins in the Mints on the 31st March, 1943 ..	Dr.	..	..	13,200	
Mint Profit Account, being the profit on coins in stock on the above date in the Mints and Small Coin Depots not yet brought to credit as revenue	Cr.	1,76,902	..	..	.

Total Dr.	15,72,748
Total Cr.	1,93,503
Net Dr.	13,79,245

Out of the difference of Rs. 9,79,997 between the ledger balances and the Mint Store Account in Bombay a sum of Rs. 67,720 has been adjusted during 1943-44 and the remainder is in the course of settlement.

Nickel Coinage Account .. .. Cr. Rs. 8,35,11

174. The balance represents the difference between the value of nickel and cupro-nickel in store *plus* the amount of nickel coins in the Mints on the 31st March, 1943 and the profit on nickel coins in stock on that date in the Mints and Small Coin Depots which is not credited to revenue before actual issue of the coins. The details of these balances on the 31st March, 1943 are as follows :—

Name of Accounts. (1)		Central Revenues. (2) Rs.	Calcutta. (3) Rs.	Bombay. (4) Rs.	Lahore. (5) Rs.
Nickel Mintage Account, being the value of nickel, cupro-nickel and voleston in store on the 31st March, 1943	Dr.	..	32,24,502	10,16,551	2,14,1
Nickel Coin Account, being the amount of nickel coins in the Mint on the 31st March, 1943 ..	Dr.	..	15,94,000	15,000	
Mint Profit Account, being the profit on coins in stock on the 31st March, 1943	Cr.	68,99,327	..	..	.

Total Cr.	68,99,327
Total Dr.	60,64,209
Net Cr.	8,35,118

Under Nickel Mintage Account there is a discrepancy of Rs. 45,986 in Bombay between the ledger balance and that shown in the Mint Store Account, out of which a sum of Rs. 16,630 has been adjusted during 1943-44 and the remainder is in the course of settlement.

Quaternary Coinage Account .. .. Cr. Rs. 36,81,983

175. The details of the balance are shown below :—

Name of Accounts. (1)	Central Revenues. Cr. Rs. (2)	Calcutta. Dr. Rs. (3)	Bombay. Dr. Rs. (4)
aternary Mintage Account—			
(i) Stock Account	..	64,38,635	10,09,808
(ii) Rupee Account	..	..	86,01,955
(iii) Small Coin Account	..	..	42,65,234
Total ..	..	64,38,635	1,39,66,997
aternary Coin Account—			
(i) Rupee Account	..	..	26,00,000
(ii) Small Coin Account	..	29,29,000	43,78,000
Total ..	..	29,29,000	69,78,000
Mint Profit Account	3,39,94,615	.	..
Total ..	3,39,94,615	93,67,635	2,09,44,997
Net Cr.		36,81,983	

The balance against Quaternary Mintage Account represents value of quater-y silver and alloy in stock at the Mints on the 31st March, 1943 and that against aternary Coin Account represents the amount of quaternary coins in the Mints that date. The balance against Mint Profit Account represents the profit relating the coins in stock at the Depots and Mints on the 31st March, 1943.

Under Quaternary Mintage Account in Bombay there is a difference of Rs. 1,491 ating to (i) Stock Account between the ledger balances and those shown in the at Masters' Store Account. The difference has since been settled.

Small Coin-Depot Balances .. .. Dr. Rs. 1,45,71,042

176 This represents the non-legal tender coins kept in stock for delivery to asuries as required. Not being actual available cash the balance is held at debit this account instead of as part of the general cash balance.

The details of the balance are :—

Depots. (1)	Quaternary. (2)	Silver. (3)	Nickel. (4)	Bronze and Copper. (5)	Total. (6)
	Rs.	Rs.	Rs.	Rs.	Rs.
ntral Revenues Depots	3,95,900	20,581	533,175	16,550	9,66,20[illegible]
lcutta Depots	19,500	500	13,875	500	34,375
dras Depots	6,70,050	57,601	4,85,500	24,8[illegible]	12,37,9[illegible]
mbay Depots	31,32,550	87,800	16,98,235	72,827	49,91,4[illegible]
ngal Depots	16,81,985	61,875	8,79,855	48,798	26,72,513
ited Provinces Depots	6,84,800	1,26,537	6,79,230	42,830	17,33,4[illegible]
njab Depots	3,08,360	1,51,903	6,18,964	31,333	11,10,560
har Depots	1,84,000	7,000	1,42,700	4,910	3,38,610
ntral Provinces and Berar Depots	..	4,44,165	3,07,015	14,690	7,65,870
sam Depots	2,09,750	..	66,450	3,270	3,69,470
rth West Frontier Province Depots	18,260	1,000	3,250	500	23,010
issa Depots	56,000	500	7,950	100	64,550
nd Depots	2,33,800	1,900	2,13,500	*13,875	4,63,075
Total ..	76,81,955	9,61,268	56,49,785	2,75,021	[illegible]

Bullion Advances for Coinage .. .. .. Dr. Rs. 32,11,4

172. The debit balance represents the value of silver bullion received in the Ma but not cleared by coin delivered.

Bronze (and Copper) Coinage Account .. .. .. Dr. Rs. 13,79,2

173. The balance represents the difference between the value of metal in st *plus* the amount of bronze coins in the Mints on the 31st March, 1943 and the pr on coins in stock on that date in the Mints and Small Coin Depots, which is not c dited to revenue before actual issue of the coins. The details of these balances the 31st March, 1943 are as follows :—

Name of Accounts. (1)		Central Revenues. (2) Rs.	Calcutta. (3) Rs	Bombay. (4) Rs.	Lahor (5) Rs.
Bronze Mintage Account, being the value of metal in store in the Mints on the 31st March, 1943 ..	Cr.	..	..	16,601	
	Dr.	..	14,46,774	..	1,127
Bronze Coin Account, being the amount of bronze coins in the Mints on the 31st March, 1943 ..	Dr.	..	..	13,200	
Mint Profit Account, being the profit on coins in stock on the above date in the Mints and Small Coin Depots not yet brought to credit as revenue	Cr.	1,76,902	..	..	

Total Dr. 15,72,748
Total Cr. 1,93,503

Net Dr. 13,79,245

Out of the difference of Rs. 9,79,997 between the ledger balances and the Mi Store Account in Bombay a sum of Rs. 67,720 has been adjusted during 1943-44 a the remainder is in the course of settlement.

Nickel Coinage Account .. .. Cr. Rs. 8,35,1

174. The balance represents the difference between the value of nickel a cupro-nickel in store *plus* the amount of nickel coins in the Mints on the 31st Mar 1943 and the profit on nickel coins in stock on that date in the Mints and Small C Depots which is not credited to revenue before actual issue of the coins. The deta of these balances on the 31st March, 1943 are as follows :—

Name of Accounts. (1)		Central Revenues. (2) Rs.	Calcutta. (3) Rs.	Bombay. (4) Rs.	Lahore (5) Rs.
Nickel Mintage Account, being the value of nickel, cupro-nickel and voleston in store on the 31st March, 1943	Dr.	..	32,24,502	10,16,551	2,14,1
Nickel Coin Account, being the amount of nickel coins in the Mint on the 31st March, 1943 ..	Dr.	..	15,94,000	15,000	
Mint Profit Account, being the profit on coins in stock on the 31st March, 1943	Cr.	68,99,327	..	..	

Total Cr. 68,99,327
Total Dr. 60,64,209

Net Cr. 8,35,118

Under Nickel Mintage Account there is a discrepancy of Rs. 45,986 in Bomba between the ledger balance and that shown in the Mint Store Account, out of wh a sum of Rs. 16,630 has been adjusted during 1943-44 and the remainder is in th course of settlement.

Quaternary Coinage Account .. .. Cr. Rs. 36,81,983

175 The details of the balance are shown below :—

Name of Accounts (1)	Central Revenues. Cr Rs. (2)	Calcutta Dr. Rs (3)	Bombay. Dr. Rs (4)
rnary Mintage Account—		64,38,635	10,99 808
(i) *Stock Account*			86,01,955
(ii) Rupee Account			42,65,234
(iii) Small Coin Account		..	
Total		64,38,635	1,39,66,997
rnary Coin Account—		..	26,00,000
(i) Rupee Account		29,29,000	43,78,000
(ii) Small Coin Account			
Total	..	29,29,000	69,78,000
Mint Profit Account ..	3,39,94,615		
Total ..	3,39,94,615	93,67,635	2,09,44,997
Net Cr	36,81,983		

The balance against Quaternary Mintage Account represents value of quater- silver and alloy in stock at the Mints on the 31st March, 1943 and that against ernary Coin Account represents the amount of quaternary coins in the Mints hat date The balance against Mint Profit Account represents the profit relating e coins in stock at the Depots and Mints on the 31st March, 1943.

Under Quaternary Mintage Account in Bombay there is a difference of Rs. 1,491 ing to (i) Stock Account between the ledger balances and those shown in the t Masters' Store Account The difference has since been settled.

Small Coin Depot Balances .. .. Dr. *Rs.* 1,45,71,042

176 *This represents the non-legal tender coins kept in stock for delivery to* suries as required Not being actual available cash the balance *is held at debit* his account instead of as part of the general cash balance.

The details of the balance are :—

Depots. (1)	Quater-nary. (2)	Silver (3)	Nickel. (4)	Bronze and Copper. (5)	Total. (6)
	Rs	Rs	Rs.	Rs.	Rs.
tral Revenues Depots	3,95,900	20,581	533,175	18,550	[illegible]
uchistan Depots	19,500	500	13,875	500	[illegible]
dras Depots	6,70,050	57,501	[illegible]	[illegible]	[illegible]
mbay Depots	31,32,550	87,800	[illegible]	[illegible]	[illegible]
al Depots	16,81,985	61,875	[illegible]	[illegible]	[illegible]
ited Provinces Depots	6,84,800	1,26,527	[illegible]	[illegible]	[illegible]
njab Depots	3,08,300	1,51,993	[illegible]	[illegible]	[illegible]
ar Depots	1,84,000	7,000	[illegible]	[illegible]	[illegible]
tral Provinces and Berar Depots	.	4,41,165	[illegible]	[illegible]	[illegible]
sam Depots	2,99,750	..	[illegible]	[illegible]	[illegible]
rth West Frontier Province Depots	18,200	1,000	[illegible]	[illegible]	[illegible]
ssa Depots	56,000	500	[illegible]	[illegible]	[illegible]
nd Depots	2,22,500	1,900	[illegible]	[illegible]	[illegible]
.					[illegible]
Total ..	76,81,[illegible]55	[illegible]	[illegible]	[illegible]	[illegible]

In the case of Central Revenues, there is a difference of Rs. 5,000 with the Cash Balance Report, which is under settlement. The balance under Central Revenues includes a sum of Rs. 634 being the outstanding book balance of the Small Coin Depot in Burma. The amount has since been re-adjusted in 1943-44. In Madras, the differences of Rs. 300 under Quaternary, Rs. 4,300 under Nickel and Rs. 5,700 under Bronze and Copper between the balances furnished by the Currency Officer and the ledger balances are under scrutiny and will be adjusted in the accounts for 1943-44.

Quaternary Rupee Coin Balances .. .. .. Dr. Rs. 5,83,00,000

177. This head accommodates transactions connected with the issue to, and return by, the Reserve Bank of India, of quaternary rupee coins. The debit balance represents the amount of quaternary rupee coins held in the custody of the Reserve Bank on the 31st March, 1943 for issue to treasuries. As in the case of the small coin depot balances, the balance of quaternary rupee coins held in stock is excluded from the general cash balance of Government.

PART IV—SUSPENSE

178 The classes of transactions included under this head a e the following —

Hea l	India Dr	India Cr	England Dr
(1)	(2) Rs	(3) Rs	(4) £
[illegible] A nte	52 25 78 823		34 190 171
		20 83 19 493	
		6 93 23 985	
		1 82 60 682	
	3 03 08 625		
)	1 05 51 212		
Total	56 34 38 660	29 59 04 160	34 190 171
Net Dr	(a) 26 75 34 500		(b) 34 190 171

It includes the following Investment accounts —	Rs
(i) State Railway Deposit Investment Account	4 02 187
(ii) Indian Railway Conference Association Employees' Provident Fund Investment Account	6 60 145
Total (See para 200)	10 62 332
( ) Cost of G P notes and Investment Certificates held in imprest (See para 198)	36 039
(v) Cash Balance Investment Account (See para 187)	60 59 08 739
Total	60 70 07 110

(b) It includes £88 000 on account of discount incurred on the issue of the Bengal and North stern Railway Debenture stock not hitherto included in the Review of Balances vide footnote below para 201 and investments amounting to £29 570 793 as detailed in that para

Suspense Accounts (India) .. ..

179. The details of the balances are :—

Heads.	Central Revenues.	Baluchistan.	Supply Accounts (Civil).	Food Accounts.	Madras.	Bombay.	Bengal.
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Civil—							
Suspense Accounts—							
Objection Book Suspense.	—66,664	+11,083	—69,396	+2,496	—1,91,512	+1,04,102	—10,6[illegible]
Bushire Suspense ..	—11,87,558	..	..	..	..	..	
Discount on Treasury Bills.	..	..	..	..	—44,676	—13,29,359	—20,5[illegible]
Central Excise and Salt Suspense.	—25,733	..	..	..	..	..	
Other Suspense Accounts.	+3,34,87,877	..	—30,86,09,330	—1,63,865	—54,229	+55,17,494	—33,6[illegible]
Central Accounts Office—							
Reserve Bank Suspense.	—5,43,678	..	—10,26,405	..	..	..	
English Stores Suspense.	—43,105	..	..	..	..	..	
Cash Balance Investment Account.	—60,59,08,739	..	..	..	..	..	
Discount Sinking Fund.	—8,35,91,407	..	..	..	..	..	
Departmental Adjusting Account.	—1,02,882	..	—9,35,761	+6	..	..	
Advance credit on account of Central transactions in non-Bank Provincial treasuries and sub-treasuries.	..	..	..	..	..	..	
Bonus on Loans ..	+14,13,000	..	..	..	..	..	
Purchase of reserve stock of tear smoke equipment.	—29,517	..	..	..	..	..	
Cost of air raid precaution equipment purchased Centrally.	—4,30,430	..	—1,23,45,631	..	..	..	
Profit from circulation of nickel, bronze and copper coins.	+4,65,81,765	..	..	..	..	..	
Advances to electrical undertakings for A. R. P. measures.	—2,50,000	..	..	..	..	..	
Value of one rupee notes issued.	..	..	..	..	..	+44,40,19,772	
Payment made to Reserve Bank for loss of currency due to enemy action.	—12,71,700	..	..	..	..	..	
Total Civil ..	—61,19,68,771	+11,083	—32,29,86,523	—1,61,363	—2,90,417	+44,83,12,010	
Posts and Telegraphs ..	..	..	..	..	..	..	
Defence	..	..	..	..	..	..	
Railways	..	..	..	..	..	..	
GRAND TOTAL ..	..	..	..	..	..	..	

.. .. Dr. Rs. 52,25,78,823

(Credit + Debit—)

uted Provinces.	Punjab.	Bihar.	Central Provinces and Berar	Assam.	North-West Frontier Province.	Orissa	Sind	Total
(9)	(10)	(11)	(12)	(13)	(14)	(15)	(16)	(17)
Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
10,400	—2,17,063	—32,278	—7,390	—7,26,990	—850	—12,149	—15,279	—27,32,091
..	..	..	..	..	..	..	.	—11,87,558
1,315	—11,416	..	..	..	..	..	—5,931	—34,48 822
..	..	..	..	..	..	..	..	—25,733
31,820	—35,695	..	..	..	..	..	—50,609	—27,48,12,939
..	..	..	..	..	..	..	..	—15,70,083
..	..	..	..	..	..	..	..	—43,105
..	..	..	..	..	..	..	..	—60,59,08,739
..	..	..	..	..	..	..	..	—8,35,91,107
84,92?	..	..	—7,822	..	+73	..	..	—11,00,888
00,000	—8,00,000	..		..		.	.	—10,00,000
..	..	..	.	.	.	..	.	+14,13,000
..	..	..	.	..	..	..	..	—20,517
..	..	..	..	..	.	..	..	—1,27,76,061
..	..	..	..	..	..	..	..	+4,65,81,765
..	..	..	..	..	..	..	..	—2,50,000
..	..	..	..	..	..	..	..	+44,40,19,772
..	..	..	..	..	..	..	..	—12,71,700
,68,077	—10,60,174	—32,278	—15,212	—7,26,990	—777	—12,149	—80,819	—49,77,84,143
..	..	..	..	..	..	..	..	—18,16,317
..	..	..	..	..	..	..	..	—3,57,20,840
..	..	..	..	..	..	..	..	+1,27,22,210
..	..	..	.	..	..	..	..	—52,25,78,823

Objection Book Suspense .. .. **Dr. Rs.** 27,32,(

180. This is the main suspense head upon the Civil books. The transact under this head represent items which due to insufficient information or other sons cannot be allocated to the proper head in the Accounts. These entries zealously watched, as there is a general rule that this head should not be opera upon without special orders in each case.

As in the case of balance under Objection Book Advances, the ledger bala under this head has to be agreed with the aggregate of the separate accounts in Objection Books. The differences between the ledger and broadsheet balances h been adjusted except Rs. 291 under Supply Accounts (Civil) and Rs. 2,39,717 un Bengal. The bulk of the outstandings has been adjusted in the accounts for 1943-

Bushire Suspense .. .. **Dr. Rs.** 11,87,5

181. The net outstanding balance under this head includes a sum of Rs. 1,25,! being the balance of the amount recoverable from the Hajaz Government for t cost of arms and ammunition supplied by the Central Government.

Discount on Treasury Bills .. .. **Dr. Rs.** 34,48,8

182. The debits under this head relate to discount in respect of treasury bi issued to the public which did not accrue during the year under report, the debi being cleared by charge to revenue in the following year when the bills are paid (on maturity.

Central Excise and Salt Suspense .. .. .. **Dr. Rs.** 25,73

183. This head accommodates the receipt and payments of the Central Excis and Salt Department excepting Salt Revenue receipts of the North Western Indi circle, passed on by the Central & Provincial treasury officers through the account officers concerned for adjustment in the books of that Department. Othe transactions relating to purchases made through the Supply and other departments are also adjusted through this head.

Other Suspense Accounts .. .. **Dr. Rs.** 27,48,42,989

184. This represents the net result of debit and credit balances of several suspense heads. The credit balance under Central Revenues includes a sum of Rs. 3,59,42,679 under the Suspense head "Security Purchase Account" and a debit of Rs. 30,191 representing amount of Port Blair Treasury balance adjusted under the Suspense head. The former suspense head will be cleared on receipt of the orders of the Central Government when the scheme of repatriation of sterling debt is finally closed, while the latter has been written off during 1943-44 under orders of the Central Government. The debit balance under 'Supply Accounts (Civil)' is mainly composed of (*i*) purchases in the dominions, colonies and other foreign Governments (Rs. 27,53,75,978), (*ii*) Stores supplied to U. K. C. C. Dominion Governments, Chinese Government, Turkish Government and Hindustan Air Craft, Limited (Rs. 93,43,317), (*iii*) Stores purchases suspense including Canteen Stores (Rs. 1,33,80,821), (*iv*) Mica Suspense (Rs. 77,01,740), and (*v*) Other Suspense heads (Rs. 28,08,474). The differences between the ledger and broadsheet balances have since been adjusted except Rs. 393 under Madras and Rs. 2,39,717 under Bengal.

Reserve Bank Suspense .. .. **Dr. Rs.** 15,70,083

185. The head is intended for temporary accommodation of transactions affecting the Central balances pending final adjustment on receipt of debit or credit from other Accounts Officers regarding the monetary settlement with other Governments. Out of the balance a sum of Rs. 14,84,810 has since been adjusted.

English Stores Suspense .. .. **Dr. Rs.** 43,105

186. Debits and credits on account of English Stores which appear in the Home Accounts, and which are required to be adjusted entirely and exactly in the Indian Accounts are taken under this head if they cannot be finally adjusted under the appropriate heads at once.

Cash Balance Investment Account .. .. .. **Dr. Rs. 60,59,08,739**

187. The balance under this head includes Rs. 60,58,01,739 being the balance upee securities created in connection with the scheme of the repatriation of rling debt remaining unsold on the 31st March, 1943 and a sum of Rs. 1,07,000 being value of the Reserve Bank shares held by Government under Section 4 (8) of Reserve Bank of India Act II of 1934.

Discount Sinking Fund .. .. .. **Dr. Rs. 8,35,91,407**

188. The discount on Rupee loans is charged in the first instance to this suspense ad and is gradually written off by annual payments out of revenue, the instalment ing calculated on a Sinking Fund basis. The balance is distributed as shown low :—

			Rs.
4½ per cent. loan,	1955 60	..	34,87,182
4 " " "	*1960-70*	..	4,59,13,366
4 " " "	*1943*	..	3,28,354
3½ " " "	1947-50	..	83,69,648
3 " " "	1951-54	..	37,17,157
3 " " "	1963 65	..	2,17,75,700
		Total ..	8,35,91,407

Departmental Adjusting Account .. .. .. ***Dr. Rs.* 11,00,888**

189. This head is intended for the provisional adjustment of departmental ceipts and payments which are entered by the treasuries in separate schedules.

Advance credit on account of Central transactions in non-Bank Provincial treasuries and sub-treasuries **Dr. Rs. *10,00,000***

190. The balance represents the amount placed at the credit of the Governments the United Provinces and the Punjab as a permanent deposit to cover the amount y which the Provincial balance is depleted on account of central transactions in [illegible] -treasuries.

[illegible] . .. .. **Cr. Rs. 14,13,000**

191. This head has been designed to accommodate the credits adjusted in ach year's accounts by *per contra* debit to revenue under "22—Interest, etc." in espect of bonus payable on (*i*) 3 per cent. six years Defence Bonds and (*ii*) 3 per cent. Defence Bonds, 1946 during their currency beginning from 1941-42 till maturity. he final payment of loans. in 1946-47 will be set off against the credits under this ead in that year's account.

Purchase of reserve stock of tear smoke equipment .. **Dr. Rs.** [illegible]

192. The balance has been verified and s under adjustment.

Cost of air raid precaution equipment purchased centrally ***Dr. Rs.*** [illegible]

193. The balance has been verified.

Profit from Circulation of Nickel, Bronze and Copper Coins **Cr. Rs.** [illegible]

194. The balance under this head is composed of profits from [illegible] (i) Nickel Coins (Rs. 5,80,34,216) and (*ii*) Bronze and Copper Coins [illegible] during the year 1942-43 less amount taken to Revenue [illegible] (Rs. 1,74,77,582).

Advances to Electrical Undertakings for A. R. P. Measures [illegible]

195. This head has been opened to record advances [illegible] for construction works on their completion under orders of [illegible]

Value of one Rupee Notes Issued [illegible]

196. The balance represents the value of one [illegible] 1940-41 and 1942-43 by the Reserve Bank of India [illegible] the share of receipts allocated to Burma (Rs. [illegible]).

Payment made to the Reserve Bank for loss of currency due to enemy action .. [illegible]

197. The amount comprises payment [illegible] balances of notes and coins held in the [illegible]

been lost due to enemy action. This Suspense head being a new major head, necessary readjustment is being made in the accounts for 1943-44. The question of clearing the suspense head will be investigated in due course.

Posts and Telegraphs Suspense .. .. **Dr. Rs. 18,16,317**

198. The balance is made up of:—

		Rs.
(*i*) Stamp imprests held in cash by Telegraph Masters	Dr.	10,355
(*ii*) Trade Charges Money Orders	Cr.	3,05,862
(*iii*) Savings Bank Investment Account	Cr.	2,01,334
(*iv*) Miscellaneous	Dr.	23,13,155
	Net Dr.	18,16,317

Item (*i*) represents the balance of stamp imprests held in cash by Telegraph Masters on the 31st March, 1943.

Item (*ii*) represents the amounts of 'Trade Charges Money Orders' held under suspense. By a special arrangement with certain foreign countries, the value of articles sent by Parcel post is collected from the addressees and the amounts so collected, technically called 'Trade Charges', are remitted to the senders by card Money Orders. These amounts are placed under 'suspense' pending settlement with the Administration concerned.

Item (*iii*) is composed of :—

		Rs.
Cost of Government Promissory Notes and Investment Certificates held in imprest (by the Deputy Accountant General, Posts and Telegraphs Calcutta) for meeting the demands of Savings Bank depositors	Dr.	36,039
Interest on Government Promissory Notes due to living Savings Bank depositors	Cr.	136
Interest on Government Securities on behalf of deceased depositors	Cr.	1,66,102
Sale proceeds of Government Promissory Notes on behalf of deceased depositors	Cr.	70,708
Anticipatory interest on certain old loans	Cr.	427
Net	Cr.	2,01,334

Item (*iv*) represents the net result of credits and debits taken to suspense for want of necessary particulars. It also includes a sum of Rs. 479,596 being the balance under the head 'Miscellaneous Posts and Telegraphs Advances', which records the transactions in connection with works executed for Railways, Canals, Military etc. pending recovery from the Departments concerned and advance payments to contractors for departmental works pending adjustment.

Defence Suspense .. .. **Dr. Rs. 3,57,20,600**

199. The balance is made up of the following items :— (Credits +, Debits—)

Military Commands and Districts. (1)	Sale proceeds of surplus Military land and buildings. (2)	Other Suspense Accounts. (3)	Total (4)
	Rs.	Rs.	Rs.
North Western Army, Rawalpindi	+16,13,284	+1,72,218	+17,85[illegible]
Military Accounts and Pensions, Lahore	..	—8,12,617	—8,12,61[illegible]
Southern Army, Poona	..	+4,56,248	+4,5[illegible]
Central Command, Meerut	..	—1,25,36,825	—1,25,3[illegible]
Air Force, Ambala	..	+252	[illegible]
Naval Accounts, Bombay	..	—2,10,247	—2,10,2[illegible]
Supply Accounts, Defence, Delhi	..	—1,45,65,165	—1,4[illegible]
Field Accounts, Wanowrie, Poona	..	—46,33,685	—46,3[illegible]
Army Factory Accounts, Calcutta	..	—88,12,037	—8[illegible]
Eastern Command, Patna	+6,20,884	+29,62,904	+35,8[illegible]
British Troops, Meerut	..	+25,086	+25[illegible]
Total ..	+22,34,168	—3,79,54,768	—3,57,2[illegible]

The credit balance under column (2) against North Western Army brought ;ard from 1939 40, represents receipts accruing from the disposal of surplus tary lands and buildings, held in suspense The balance against Eastern imand represents the net balance of the amount realised from the sale of plots er the scheme for the Hastings Military Lands, Calcutta

The balances under column (3) represent (i) amounts provisionally held under head pending their readjustment in the accounts for the year 1943 44 and (ii) ashed cheques on 31st March, 1943 drawn on Military treasure chests

Railway Suspense **Cr. Rs. 1,27,22,240**

200 The balance is made up of —

		Rs
	Cr	68,367
	Dr	6 29 935
	Cr	1,43,46,140
	Dr	4 02 187
' Provident Fund Investment Account	Dr	6,60,145
Total Net	Cr	1,27,22 240

Head (i) is operated upon as railway earnings are remitted into the Banks and isuries The balance represents unaccounted for remittances and the differe between the amount accounted for in the treasury accounts and the Railway ks

Head (ii) records transactions other than those relating to remittances into iks and cheques paid recorded under "Remittances into Banks" and "Cheques d Bills" respectively included in the accounts received from non-railway accounts icers which have been advised by them to the Reserve Bank for adjustment with ilways

Head (iii) represents uncashed cheques of the railways at the end of March, 1943.

Heads (iv) and (v) exhibit separately the investments made from (i) the ite *Railway* Deposits appertaining to the security deposits of the subordinates l contractors, and (ii) the Indian Railway Conference Association Employees' *ovident Fund* in Government and other securities.

Suspense Accounts (England) . . . **Dr.** **£34,190,171**

201 The details are —

I.—Account of the Secretary of State.

	Dr
	£
Investments :—	
(a) Deposit with H M Exchequer in respect of Railway Annuities	29 307,606
(b) Investments from cash balance	263,187
	29,570,793
Other items —	
	3 670 041
	52,472
	144 583
	75 508
	29,703
	(a) 33,601
	825
	553 475
	565
	7,064
Total	4 567,837
Grand Total	34,138 630

(a) It includes £33,000 discount incurred on the issue of this stock not hitherto included in the view of Balances.

II.—*Account of the High Commissioner.*

	Dr.
	£
(i) Balance with Sub-Accountants	21,405
(ii) Account with the Government of Burma	14,451
(iii) Passages	..
(iv) Account with the Secretary of State for India	1,388
(v) Miscellaneous	14,342
	51,586
Total Dr. (Net) ..	51,541
Total Suspense Accounts (England) .. Dr. ..	34,190,171

202. The balances under these heads are explained below :—

Secretary of State.

Investments :—

Item (*a*).—The balance represents £30,054,250 paid to H. M. Excheque September, 1942- in exchange for a sterling annuity sufficient to meet the ca portion of the account received on the latter date.

Item (*b*).—It represents cost price of £231,500 Funding 4 per cent. Loan, 196 acquired in December 1942 and held in the name of the Secretary of State. The l value will be written down to par by half yearly instalments.

Other items :—

Item (i) Discount on issue of India Loans.—Represents the balance outstan on 31st March, 1943 of the amount of discount incurred on the issue of sterling l since 1921-22, which is in course of adjustment by appropriate half-yearly ins ments against Revenue.

Item (ii) Purchase of India stock, Premium, etc.—In 1937-38, advantage taken of the large sterling resources available to purchase and cancel £2,150 of " dated " India stocks at a cost of £2,305,697. As the total amount of prem though more than covered by the eventual saving in interest, is considerable being adjusted against Revenue by half-yearly instalments during the remai of the currency of the stock concerned.

Item (iii) Purchase of Railway Stock.—The amount represents the cos purchases of various Railway Companies' Ordinary Stocks in anticipation o termination of the Companies' contracts.

Item (iv) Purchase of Indian Municipal etc. stock.—The balance represent cost of sterling debentures of local authorities held by Government on 31st March.

Item (v) Sterling Family Pension Funds (Transferred).—The amount by the annual receipts of subscriptions, etc., to the ' Transferred Section of each four sterling family pension funds exceed or fall short of the amount of pe paid, is payable to or recoverable from the Commissioners who now hold the of those Transferred Funds. Advances in respect of each year's transactions are during the year. The balances at 31st March, 1943, have been adjusted in 1943.

The particulars are :—

Amount due from the Commissioners.

Superior Servinces (India) Family Pension Fund (Transferred) .. ..
Indian Military Service Family Pension Fund (Transferred) .. ..
Indian Military Widows' and Orphans' Fund (Transferred) .. ..
Indian Civil Service Family Pension Fund (Transferred) .. .. ..
Net Debit Balance ..

Item (vi) Bengal and North-Western Railway Debenture Stock: Discount on issue — balance represents the outstanding amount of discount on issue of £2,500,000 enture Stock and is in the course of adjustment by sinking fund charges against way Revenues, on the accumulated amount of which interest is allowed from ral Revenues

Item (vii) Account with the Government of Burma —The amount represents the nce of transactions in the accounts of the Secretary of State for India which adjustable with Burma The balance has been adjusted during 1943-44

Item (viii) Balance with Sub Accountants.—Represents fixed imprests and outding balances of advances given to Banks, Dominion Government, etc , in res- of payments made or to be made by them on Indian accounts

Item (ix) Account with the High Commissioner for India —This account has been oduced as from 1st April, 1937 for the purpose of facilitating financial adjustts between the High Commissioner's Office and the India Office. Formerly, an unt current was maintained, receipts and payments by one office on behalf he other being adjusted against the lump sum transfers of cash made by the etary of State to finance the High Commissioner's requirements , but as a result ne new procedure for the accounting and adjustment of Home transactions, where he cash requirements of the High Commissioner are drawn directly from the Ree Bank, revision of the system became necessary. It was accordingly decided greement with the India Office, to deal with these transactions in the Suspense ion through the medium of an account to be settled periodically in cash The ances have been cleared in 1943-44

Item (x) Miscellaneous —The balance consists of sundry items which are in course adjustment.

High Commissioner.

Item (i) Balance with Sub Accountants.—It represents balances formerly inclu- l in the cash balances, but which from the year 1934-35 have been transferred a new sub head under " Suspense "

Item (ii) Account with the Government of Burma.—It represents the amount due n respect of payments made initially from the ac- for India

esents financial adjustments due from Shipping mpanies which will be recovered in the year 1943-44

Item (iv) Account with the Secretary of State for India —See item (ix) above under retary of State.

Item (v) Miscellaneous —It is the net result of miscellaneous debit and credit ances and includes an unadjusted debit balance £13,789 from advances made to Union Government of South Africa on account of leave allowances and pensions officers being paid in South Africa, for which adjustments have been effected in 43-44.

Transactions connected with Burma Notes . Cr. Rs. 20,83,19,493

203 The assests transferred by the Reserve Bank against the liability for rma notes taken over by the Central Government is credited to this head while payments made by the Reserve Bank from time to time in encashments of rma notes are correspondingly debited to it

Purchases and Sales of Silver . .. .. Cr. Rs. 6,93,23,985

204 This head replaces the head " Gain or Loss on Revaluation, Sale, Transfer, c, of Assets of the Paper Currency Reserve—Losses on Sales of Silver " which as formerly used as a suspense head to accommodate the book losses arising out sales of Currency Reserve Silver. The sum of the loss on sales of silver since

II.—*Account of the High Commissioner.*

	Dr.
	£
(i) Balance with Sub-Accountants	21,405
(ii) Account with the Government of Burma	14,451
(iii) Passages	..
(iv) Account with the Secretary of State for India	1,388
(v) Miscellaneous	14,342
	51,586
Total Dr. (Net) ..	51,541
Total Suspense Accounts (England) .. Dr. ..	34,190,171

202. The balances under these heads are explained below :—

Secretary of State.

Investments :—

Item (*a*).—The balance represents £30,054,250 paid to H. M. Exchequer September, 1942- in exchange for a sterling annuity sufficient to meet the cap portion of the account received on the latter date.

Item (*b*).—It represents cost price of £231,500 Funding 4 per cent. Loan, 1960- acquired in December 1942 and held in the name of the Secretary of State. The l value will be written down to par by half yearly instalments.

Other items :—

Item (i) Discount on issue of India Loans.—Represents the balance outstandi on 31st March, 1943 of the amount of discount incurred on the issue of sterling loa since 1921-22, which is in course of adjustment by appropriate half-yearly insta ments against Revenue.

Item (ii) Purchase of India stock, Premium, etc.—In 1937-38, advantage wa taken of the large sterling resources available to purchase and cancel £2,150,0(of " dated " India stocks at a cost of £2,305,697. As the total amount of premiu though more than covered by the eventual saving in interest, is considerable it being adjusted against Revenue by half-yearly instalments during the remaind of the currency of the stock concerned.

Item (iii) Purchase of Railway Stock.—The amount represents the cost purchases of various Railway Companies' Ordinary Stocks in anticipation of t termination of the Companies' contracts.

Item (iv) Purchase of Indian Municipal etc. stock.—The balance represents t cost of sterling debentures of local authorities held by Government on 31st March, 19

Item (v) Sterling Family Pension Funds (Transferred).—The amount by whi the annual receipts of subscriptions, etc., to the ' Transferred Section ' of each of t four sterling family pension funds exceed or fall short of the amount of pensio paid, is payable to or recoverable from the Commissioners who now hold the capit of those Transferred Funds. Advances in respect of each year's transactions are mad during the year. The balances at 31st March, 1943, have been adjusted in 1943-44.

The particulars are :—

	Dr.
	£
Amount due from the Commissioners.	
Superior Servinces (India) Family Pension Fund (Transferred)	[illegible]
Indian Military Service Family Pension Fund (Transferred)	[illegible]
Indian Military Widows' and Orphans' Fund (Transferred)	[illegible]
Indian Civil Service Family Pension Fund (Transferred)	[illegible]
Net Debit Balance ..	[illegible]

Item (vi) Bengal and North-Western Railway Debenture Stock: Discount on issue.— balance represents the outstanding amount of discount on issue of £2,500,000 enture Stock and is in the course of adjustment by sinking fund charges against lway Revenues, on the accumulated amount of which interest is allowed from eral Revenues.

Item (vi) Account with the Government of Burma.—The amount represents the ance of transactions in the accounts of the Secretary of State for India which adjustable with Burma. The balance has been adjusted during 1943-44.

Item (viii) Balance with Sub-Accountants.—Represents fixed imprests and outding balances of advances given to Banks, Dominion Government, etc., in rest of payments made or to be made by them on Indian accounts.

Item (ix) Account with the High Commissioner for India.—This account has been oduced as from 1st April, 1937 for the purpose of facilitating financial adjustits between the High Commissioner's Office and the India Office. Formerly, an ount current was maintained, receipts and payments by one office on behalf he other being adjusted against the lump sum transfers of cash made by the retary of State to finance the High Commissioner's requirements; but as a result he new procedure for the accounting and adjustment of Home transactions, where the cash requirements of the High Commissioner are drawn directly from the Ree Bank, revision of the system became necessary. It was accordingly decided greement with the India Office, to deal with these transactions in the Suspense tion through the medium of an account to be settled periodically in cash. The ances have been cleared in 1943-44.

Item (x) Miscellaneous.—The balance consists of sundry items which are in course adjustment.

High Commissioner.

Item (i) Balance with Sub-Accountants.—It represents balances formerly included in the cash balances, but which from the year 1934-35 have been transferred a new sub-head under "Suspense."

Item (ii) Account with the Government of Burma.—It represents the amount due n the Government of Burma in respect of payments made initially from the acnts of the High Commissioner for India.

Item (iii) Passages.—It represents financial adjustments due from Shipping panies which will be recovered in the year 1943-44.

Item (iv) Account with the Secretary of State for India.—See item (*ix*) above under retary of State.

Item (v) Miscellaneous.—It is the net result of miscellaneous debit and credit [illegible] 13,789 from advances made to [illegible] leave allowances and pensions [illegible] istments have been effected in [illegible]

Transactions connected with Burma Notes .. Cr. Rs. 20,83,19,423

203. The assests transferred by the Reserve Bank against the liability for ma notes taken over by the Central Government is credited to this head while payments made by the Reserve Bank from time to time in encashments of ma notes are correspondingly debited to it.

Purchases and Sales of Silver .. .. .. Cr. Rs. 6,93,22,985

204. This head replaces the head "Gain or Loss on Revaluation, Sale, Transfer of Assets of the Paper Currency Reserve—Losses on Sales of Silver" which formerly used as a suspense head to accommodate the book losses arising on sales of Currency Reserve Silver. The sum of the loss on sales of silver since

the commencement of selling operations and the unadjusted balance under the suspense head " Sales of Silver " was taken as the opening balance of this head on the 1st April, 1935. The equivalent of surplus sterling assets which lapsed to Government on the closing down of the Gold Standard Reserve, after allowing for Rs. 10 crores retained to constitute the Silver Redemption Reserve, was taken to the credit of this head in the accounts for 1935-36. The value of silver transferred for quaternary coinage and the net profit from the circulation of quaternary coins are also credited to this head. The outstanding debits are being gradually reduced by proceeds of silver sales and other receipts. Further debits to this head will consist mainly of (*a*) payments to the Reserve Bank for return of coin under Section 36 (1) of the Reserve Bank of India Act, except in so far as such payments are to be made in the form of sterling assets from the Silver Redemption Reserve ; (*b*) amount of standard silver rupees returned by the Reserve Bank in exchange of quaternary rupees; and (*c*) incidental charges connected with silver sales including shipment of silver.

The following are the details of the balance :—

		Rs.
Central Revenues	Dr.	3,33,24,508
Bombay	Cr.	4,98,23,848
Bengal	Cr.	5,28,24,645
Total ..	Cr. (net)	6,93,23,985

Cheques and Bills .. .. **Cr. Rs. 1,82,60,682**

205. The following are the details :—

		Cr. Rs.	Dr. Rs.
Pre-audit and Departmental Cheques,	Central Revenues	1,31,591	
,, ,, ,,	Supply Accounts Civil	96,23,540	
,, ,, ,,	Food Accounts	63,42,903	
,, ,, ,,	Baluchistan		1,572
,, ,, ,,	Madras		8,629
,, ,, ,,	Bombay	4,70,497	
,, ,, ,,	Bengal	14,12,523	
,, ,, ,,	United Provinces	62,838	
,, ,, ,,	Punjab	2,06,864	
,, ,, ,,	Central Provinces and Berar ..	8,216	
,, ,, ,,	North-West Frontier Province ..	4,981	
,, ,, ,,	Sind	6,934	
,, ,, ,,	Assam	..	4
	Total	1,826,070,887	10,205
	Total Net Cr.	1,82,60,682	

The credit balances represent the value of cheques issued but remaining unpaid on the 31st March, 1943. In the United Provinces the verification of balances under Broadcasting cheques is under correspondence. The debit balances have since been adjusted.

Departmental and Similar Accounts .. .. **Dr. Rs. 3,03,08,625**

206. These are cash balances in the hands of several disbursing officers of different departments. These do not form part of general cash balance of Government.

	Dr. Rs.	Dr. Rs.
Civil Departmental Balances—		
Central Revenues	6,41,225	
Baluchistan	9,884	
Madras	2,76,829	
Bombay	9,25,081	
Bengal	6,00,282	
United Provinces	1,45,003	
Punjab	3,71,902	
Central Provinces and Berar	51,452	

North-West Frontier Province ..	6,23,502	
Orissa	24	
Coorg	115	
		36,45,299
ts and Telegraphs Cash Balances		2,11,27,704
fence Services Cash Balances—		
North-Western Army, Rawalpindi	3,18,981	
Military Accounts and Pensions, Lahore	—27,95,680	
Southern Army, Poona	3,40,251	
Central Command, Meerut	15,97,916	
Air Force, Ambala	2,63,387	
Naval Accounts, Bombay	6,27,639	
Eastern Command, Patna	6,38,145	
		9,90,639
te Railway Cash Balances—		
Revenue Account	45,10,989	
Capital Account	33,994	
		45,44,983
Total ..		3,03,08,625

Civil Departmental Balances .. .. .. Dr. Rs. 36,45,299

207. The details are :—

	Dr. Rs.
Public Works	6,30,493
Salt and Customs	7,93,232
Mint	9,80,415
Other Departments	12,41,159
Total ..	36,45,299

The balances agree with those shown in the departmental accounts except for lifference of Rs. 186 in the Punjab.

Posts and Telegraphs Cash Balances .. .. Dr. Rs. 2,11,27,704

208. The balances represent cash and stamps in the hands of Postmasters and h in the hands of other disbursing officers of the department on the 31st March, 13. The balances have been verified with separate cash balance certificates reved from the Postmasters, Telegraph Masters, etc., except in five cases which are ler correspondence. The certificate of cash balances on the 31st January 1942 m the Port Blair Radio Office is not available.

Defence Services Cash Balances .. .. Dr. Rs. 9,90,639

209. These are made up of (*i*) debit balances representing the actual cash balance the 31st March, 1943 in the hands of Military Treasure Chest Offices and other

senting the amounts
of undrawn pay and

State Railway Cash Balances .. .. Dr. Rs. 45,44,983

210. The amount represents cash balances in the hands of the Disbursing Officers the 31st March, 1943. Certificates regarding the verification of cash are still aited in three cases on the Bengal and Assam Railway. There is a small difference Rs. 3 on the East Indian Railway which is being adjusted in 1943-44.

Transactions connected with the War, 1939 .. Dr. Rs. 1,05,51,212

211. The following are the details :—

(Credit + Debit—)

Heads of Account. (1)	Central Revenues. (2)	Baluchistan. (3)	Madras. (4)	Bombay. (5)	Bengal. (6)	United Provinces. (7)	Total. (8)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
(i) Cost of Reserve Stock of equipments for training war technicians ..	—3,26,522	..	..	..	..	..	—3,26,52
(ii) Expenditure on British subjects (other than Indians) evacuated to India	..	—8,901	..	—4,85,755	..	..	—4,94,65
(iii) Expenditure on evacuees from war zones ..	..	..	—8,88,757	—2,51,528	..	—4,12,286	—15,52,5
(iv) Expenditure in connection with internees ..	—81,82,357	..	..	..	..	..	—81,82,3
(v) Expenditure in connection with refugees ..	—33,353	..	..	..	..	..	—33,3
(vi) Expenditure in connection with the maintenance of Japanese Consular Officials	+37,047	..	..	..	..	..	+37,0
(vii) Widows and dependents of deceased seamen	..	..	..	..	+1,200	..	+1,2
Total ..	—85,05,185	—8,901	—8,88,757	—7,37,283	+1,200	—4,12,286	—1,05,51,2

Cost of Reserve Stock of equipments for training War Technicians .. .. .. Dr. Rs. 3,26,5

212. The head has been opened to record transactions on account of value stores supplied to different training Centres under the Technical Training Schem

Expenditure on British subjects (other than Indians) evacuated to India .. .. Rs. 4,94,6

Expenditure on evacuees from war zones .. .. Rs. 15,52,5

213. These heads have been created for exhibiting transactions connected w advances and other financial assistance afforded to evacuees initially charged the under pending adjustment under the final head of accounts as ordered by the Cen Government.

Expenditure in connection with internees .. .. Rs. 81,82,3

Expenditure in connection with refugees .. .. Rs. 33,3

214. The above two minor heads have been opened to accommodate two cla of expenditure (*i*) expenditure on civil enemy prisoners and (*ii*) expenditure on Bri and allied subjects who have fled to India from enemy occupied countries. The penditure on internees will be apportioned between the various countries from wh they have been brought while the entire expenditure on British evacuees is reco able from His Majesty's Government.

Expenditure in connection with the maintenance of Japanese Consular Officials .. .. .. Rs. 37,

215. The minor head has been opened to record expenditure concerning Japan Consular officials in India. The suspense head is to be cleared from the Japan official funds.

Widows and dependents of deceased seamen .. .. Rs. 1,

216. The balance represents credits on account of recovery from the wid and dependents of decreased seamen of advances originally made by the Princi Officer, Mercantile Marine Department from his personal ledger accounts. T amount has been cleared in the accounts for 1943-44 except Rs. 125.

PART V.—MISCELLANEOUS.

217. The details are :—

India	Dr. Rs.	3,248
England	Cr. £	93,754

The debit balance in India represents the balance of the contribution money overable from the Bikaner Durbar towards its share of expenditure on the Sutlej lley Project. The amount has since been recovered.

The balance in England is accounted for by the—

	Cr. £
Secretary of State	32,620
High Commissioner	61,134
Total ..	93,754

The credit balance in the books of the Secretary of State includes a sum of £1,309 account of British Income Tax collected at the India Office not paid over to M. Imperial Government by the 31st March, 1943, but adjusted in 1943-44. The lit balance of £61,134 shown against High Commissioner is the net result of various lit items and a debit balance of £4,817 under the head "Direct Indian Purchases." s debit balance is due to the fact that owing to conditions arising from the War, ittances from India were not received until after the 31st March, 1943. The ance has been adjusted in 1943-44.

SECTION Q.—LOANS AND ADVANCES BY THE CENTRAL GOVERNMENT

218. This section is sub-divided into the following divisions :— .. .. Dr. Rs. 1,29,8

Advances to Provincial Governments	1,1
Advances to Crown Representative	
Loans to Indian States	
Loans to Local Funds, etc.	1
Loans to Government servants	
Total Dr. ..	1,2

Advances to Provincial Governments .. .. Dr. Rs. 1,11,11

219. The debit balance under this head represents the outstanding in respect of the loans granted by the Central Government to the Provincial ments and to the Coorg Administration. It includes the balances of the li of the Provincial Governments to the Provincial Loans Fund on the 31st 1937 which were not cancelled under the scheme for the decentralisation of b and the cancellation and consolidation of debt on the introduction of Pr Autonomy.

The amounts of the balances of loans outstanding against the Governmen cerned are given below :—

Madras	5,94
Bombay	25,64,
Bengal	3,99,
United Provinces	24,22,
Punjab	23,47,
Central Provinces and Berar	2,64,
North-West Frontier Province	2,
Sind	25,13,
Coorg	1,
Total ..	1,11,11,

The outstanding balance against Bengal includes advance made to the G ment of Bengal to meet expenditure on general scheme of air raid precautio tended for the protection of the civil population.

Advances to Crown Representative .. .. Dr. Rs. 24,19,

220. The balance represents the outstanding liability in respect of the adva made by the Central Government to the Crown Representative for loans to In States, Notabilities, etc. The following are the details of the balance :—

Heads.	Central Revenues.	Bombay.	Bengal.	Orissa.	Sind.	Total
(1)	(2)	(3)	(4)	(5)	(6)	(7)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
oans to Indian States ..	6,95,098	3,14,721	..	25,477	..	10,35,2
oans to Notabilities	41,570	..	..	..	1,728	43,2
ther Advances	1,00,000	14,758	12,26,111	..	..	13,40,86
Total ..	8,36,668	3,29,479	12,26,111	25,477	1,728	24,19,463

The balances on the books of the Accountant General, Central Revenues, consist amounts outstanding against the Bhopal Government (Rs. 5,00,000), the Shahra State in Rajputana (Rs. 1,95,098), Abu Municipality (Rs. 1,00,000) and Mirza airuddin of the Delhi Family (Rs. 41,570). The repayment of the principal of loan to the Bhopal Govt. will commence on the completion of three years from e date of drawal of the amount of loan. The repayment of the first instalment ll be made in 1943-44.

The balance of Rs. 3,29,479 in the Bombay books is made up of Rs. 3,14,721 for lvances made by the Central Government to the Crown Representative for loans Indian States in the Western India States Agency and Rs. 14,758 for advances anted for purchase and supply of food stuffs, etc. to the Police force and gency staff in Gujrat States and Baroda Residency.

The balance of Rs. 12,26,111 under 'Other Advances' in Bengal represents the nount of loans granted to the Eastern States Joint Police Fund and is sub-divided to the following two detailed heads :—

		Rs.
Recurring	Dr.	4,38,659
Capital	Dr.	7,87,452
Total ..		12,26,111

The loan for recurring expenditure is free of interest while that for capital expenditure bears interest. These loans commenced from the year 1939-40 and the ntire amount due at the end of 1941-42 on account of recurring loans has been ecovered in 1942-43. The interest on "Capital loan" due for recovery in 1942-43 as also been recovered. The balances in respect of the loans have not yet been ccepted by the authorities in respect of the year 1942-43.

The balance of Rs. 25,477 under Orissa represents the outstanding amount of e loan of Rs. 30,000 advanced by the Crown Representative to Rampur State uring 1941-42. This loan bears interest at 4 per cent. per annum and is repayable the Darbar in six annual equated instalments.

The sum of Rs. 1,728 in Sind represents the outstanding balance out of the lvance of Rs. 6,000 made to Mir Khuda Yar Khan, son of His Highness Mir Abdul ussain Khan Talpur.

Loans to Indian States .. .. .. Dr. Rs. 8,04,20,086

221. It represents (i) the balance of loans made by the Central Government Indian States prior to 1st April, 1937 and (ii) loans to Indian States subsequent to at date in pursuance of direct arrangement with the States —in most cases a busiess one. The following are the details :—

	Rs.
Central Revenues	10,17,243
Madras	23,27,394
Bombay	6,493
Bengal	4,55,677
Punjab	64,43,279
North-West Frontier Province	1,70,000
Total	

The balance on the books of the Accountant General, C ists of outstandings against the Bundi, the Jaisalmer and the

The balance on the books of the Accountant General, Madras, represents the amount of loans advanced to the Governments of Cochin and Mysore. Certificates of acceptance of balances are awaited from the Government of Mysore. The terms of repayment of the loan to the Government of Mysore have not yet been settled.

The balance on the Bombay books is composed of outstandings against various states.

The balance in Bengal represents the balance of the loan to the Tripura State

The balance in the Punjab represents the balance of the loan due from the Bahawalpur State in connection with the State portion of expenditure on the Sutlej Valley Project and the balance of account current transactions. As under the terms of the agreement it is not possible for the Bahawalpur Durbar to verify the balance of the loan on account of the Sutlej Valley Project at the end of each year, the Auditor General has dispensed with the annual certificate of acceptance by the Durbar.

The balance in the North-West Frontier Province represents loans outstanding against two Indian states. These loans are free of interest.

Loans to Local Funds, etc. .. .. Dr. Rs. 10,39,32,039

222. The following are the details :—

Heads. (1)	Central Revenues. (2)	Baluchistan. (3)	Madras. (4)	Bombay. (5)	Bengal. (6)	Bihar. (7)	North-West Frontier Province. (8)	Coorg. (9)	Defence. (10)	Posts & Telegraphs. (11)	Total. (12)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Loans to Major Port Trusts and Port Funds.	..	..	1,55,78,506	3,82,96,481	1,60,27,463	..	..	..	..	..	6,99,02,450
Loans to Municipalities ..	60,52,962	20,48,000		..	..	..	..	15,000	..	..	81,15,962
Regimental and other Loans.	..	..	..	..	..			..	62,46,912	..	62,46,912
Loans to District and other Local Fund Committees.	70,41,766	..	..	..	..	2,97,879			..	..	73,39,645
Loans to Landholders and other Notabilities	..	32,705		..	..		..	..		..	32,705
Advances to Cultivators	14,43,257	4,30,344	..	..	..	..	68,561	4,14,956			23,57,118
Advances under Special Laws.	42,48,428	..	..	..			..			..	42,48,428
Miscellaneous Loans and Advances.	54,52,034	1,670	..	..	..	1,61,511	67,339	..		5,425	56,88,879
Total	2,42,39,347	25,12,719	1,55,78,506	3,82,96,481	1,60,27463	4,59,390	1,35,900	4,29,956	62,46,912	5,425	10,39,32,039

Loans to Major Port Trusts and Port Funds .. Dr. Rs. 6,99,02,450

223. The balances are composed of the following :—

		Rs.
Madras ..	(i) Port Trust	93,70,304
	(ii) Port Fund	56,34,102
	(iii) Port	5,74,100
Bombay ..	(iv) Port Trust	3,82,96,481
Bengal ..	(v) Port Fund	1,60,27,463
	Total ..	6,99,02,450

Item (ii) represents the balance of loans due from a Landing and Shipping Dues Fund which has been amalgamated with the Port Fund. In respect of an interest-free loan of Rs. 3 lakhs included under this item, no repayment has been made, as the terms of repayment have not yet been settled. Item (iii) includes an interest free loan of Rs. 5,59,200 granted during the year under report to cover the deficit in the Port Fund Accounts for 1941-42. In Bengal, the recovery of the instalment which was to be paid in 1942-43 in respect of loan to one Port Fund has been postponed for one year under the orders of the Central Government.

Loans to Municipalities .. .. .. Dr. Rs. 81,15,962

224. The balance under this head is made up of Rs. 32,490, Rs. 4,47,692, Rs. 55,72,780 and Rs. 20,48,000 being the balances of loans granted to Ajmer, Delhi, New Delhi and Quetta Municipalities respectively. The remaining balance of Rs. 15,000 relates to Coorg and represents the balance of a loan granted to the Virajpet Municipal Committee for water supply scheme. The Quetta Municipality was allowed to commence the repayment of loans aggregating Rs. 5,48,000 from 1943-44 up to which year interest only would be payable—the balance of Rs. 15,00,000 representing loan to the Raw material Fund Quetta for purchase of wheat etc. has been repaid in full in 1943-44.

Regimental and other Loans (Defence) .. .. Dr. Rs. 62,46,912

225. The amount is made up of Rs. 62,46,087 representing advances to Canteen Stores Department of the Canteen Services India and Rs. 825 balance of a loan granted to a contractor for the manufacture of aluminium powder. The balance of Rs. 825 has been adjusted in 1943-44.

Loans to District and other Local Fund Committees .. .. Dr. Rs. 73,39,645

226. The balance of Rs. 70,41,766 under Central Revenues, is made up of Rs. 27,000 and Rs. 70,14,766 representing the balances of loans to the Notified Area Committee, Shahdara and the Delhi Improvement Trust respectively. The remaining balance of Rs. 2,97,879 relates to Bihar and represents the aggregate balance of the three loans granted to the Ranchi European Mental Hospital. Under Central Revenues lump sum repayments amounting to Rs. 20,95,200 were made by the Delhi Improvement Trust during the year under review with the approval of the Central Government.

Loans to Landholders and other Notabilities .. Dr. Rs. 32,70[illegible]

227. The entire balance relates to loans granted to four chiefs in Baluchistan.

Advances to Cultivators .. .. .. Dr. Rs. 23,57,11[illegible]

228. The balances under this head represent outstandings on account of advances made under the Land Improvement Act and the Agriculturists' Loans Act and Loans under the Co-operative Societies Act. The detailed accounts of these loans are maintained by District and Revenue Authorities who are also responsible for watching the recoveries of principal and interest. The verification of these balances therefore, consists chiefly in agreeing the ledger balances with the aggregate of the

alances worked out in the broadsheets kept in the Civil Accounts offices; the latter eing reconciled with the administrative balances certified by the District or other sponsible officers concerned

Acceptance certificates have not been received in the case of Baluchistan In oorg the certificates of acceptance of balances due in 3 cases have since been received nd are under reconciliation Sums of Rs 56 016 relating to Delhi and Rs 8,658 lating to Baluchistan were written off during the year The balance under Central Revenues includes Rs 24 670 relating to Port Blair (Land Improvement Act, Rs [illegible] nd Agriculturists' Loans Act, Rs 21,516) The question of write off of the amount under consideration of the Central Government

Advances under Special Laws — Dr. Rs 42,48,428

229 The balance under this head is made up of Rs 41,49,444 being the amount coverable from the Delhi Joint Water Board and Rs 98,984 on account of advances made to the Istimrardars of Ajmer

Miscellaneous Loans and Advances — Dr. Rs. 56,88,879

230 The balance on the books of the Accountant General, Central Revenues, made up partly of the balance of loans granted to the New Delhi Gymkhana Club, he Young Women's Christian Association, Beawar Central Co operative Bank and Delhi Central Electric Power Authority, Limited A lump sum repayment of Rs 972 towards the principal was made by the Young Women's Christian Association during the year under review In the case of the Beawar Central Co operative Bank, mited the instalments and the arrears due in 1942-43 were not paid by the Bank in full or timely during the year The matter has been reported to the Central Government The balance under Central Revenues also includes the balance of loans granted to the miners at Khewra for building houses The balance in Bihar represents the aggregate balances of the two loans granted to the Rescue Station Committee Dhanbad, to enable it to meet the initial expenditure in connection with the establishment of the Rescue Stations During the year under report, there was a default in regard to the instalment of repayment due in March, 1943 in respect of oth the loans The instalments have, however, been received during 1943-44 The balance in the North-West Frontier Province represents balance of (i) the loan f Rs. 60 000 granted in 1939-40 to the Post Fund, Wana and (ii) the loan of Rs 3 000 granted in 1940-41 to the Post Fund Razmak, for constructing bazars at Wana and Razmak respectively The repayment of the instalment of principal and interest of Post Fund, Wana due in March, 1943 was actually made in April, 1943 The delay was condoned by the Central Government

The balance pertaining to Posts and Telegraphs represents advances granted o [illegible] Mail Contractors for fitting mail motors with producer gas equipment. The question of annual acknowledgments in acceptance of the balances is under correspondence.

Loans to Government servants — Dr. Rs. 7,58,912

231 This sum represents the balance of temporary advances granted to Central Government servants for house-building, purchase of motor cars and other purposes at prescribed rates of interest The distribution between Civil and Defence is as follows —

	Rs
Civil Department Advances	[illegible]
[illegible] Department Advances	[illegible]

[L]oans to Government Servants—

Civil Department Advances .. .. **Dr. Rs. 1,99,591**

232. The following are the details :—

Heads. (1)	Central Revenues. (2)	Spply Ac-counts (civil.) (3)	Food Accounts (4)	Baluchistan. (5)	Madras. (6)	Bombay. (7)	Bengal. (8)	United Provinces. (9)	Punjab. (10)	Bihar. (11)	Central Province and Berar. (12)	Assam. (13)	North-West Frontier Province (14)	Sind. (15)	Orissa. (16)	Total. (17)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
House-building Advances ..	71	12	..	..	..	..	..	..	..	..	..	240	..	..	..	323
Advances for the purchase of motor cars	11,346	753	..	3,880	4,058	850	1,000	1,970	923	..	..	..	950	1,570	..	27,300
Advances for the purchase of Other Conveyances ..	99,198	31,402	415	..	1,870	3,527	18,302	2,873	6,309	1,731	974	..	2,264	1,073	1,550	1,71,488
Passage Advances	629	..	..	..	..	..	..	..	..	..	..	..	..	..	..	629
Other Advances	..	..	..	..	—149	..	..	..	..	..	..	..	..	..	..	—149
Total ..	1,11,244	32,167	415	3,880	5,779	4,377	19,302	4,843	7,232	1,731	974	240	3,214	2,643	1,550	1,99,591

233 Under ' House building Advances , in Central Revenues, acceptance rtificates in the case of balances pertaining to Port Blair has not been received ceptance certificates are also wanting in two cases under ' Advances for the ... in one case under ' Passage Advances ' In Baluchis ... in one case under Advances for the purchase ... roneous credit under ' Other advances ' has en adjusted in the accounts for 1943 44 In Bengal and under Supply Accounts ivil) there are differences of Rs 10 and Rs 135 respectively under Advances r the purchase of other conveyances between the ledger and broadsheet alances which are under reconciliation The acceptance certificates are wanting in ... in Supply Accounts (Civil) six cases in the United Provinces and seven ses in the Punjab A difference of Rs 12 in the Punjab is under settlement

oans to Government Servants—

Non-Civil Department Advances **Dr Rs 5,57,311**

234 The following are the details —

...vil Departments	House building Advances	Motor Car Advances	Advances for the purchase of other conveyances	Passage Advances	Other Advances	Total
(1)	(2) Rs	(3) Rs	(4) Rs	(5) Rs	(6) Rs	(7) Rs
Posts and Telegraphs	1 148	1 472	2 37 148	417	200	2 40 385
Defence—						
North Western Army Rawalpindi		—168(a)	27 113			26 945
Military Accounts and Pensions Lahore			58 218			58 218
Southern Army Poona		1 050	15 265			16 315
Eastern Command Patna		1 160	1 365			2 525
Central Command Meerut	—21(b)	—80(b)	39 917			39 816
Air Forces Ambala			7 083			7 083
Army Factory Accounts Calcutta		950	16 862			17 812
Naval Accounts Bombay			4 176			4 176
Audit officer British Troops Meerut			125			125
Field Controller of Military Accounts Poona			30 288			30 288
Supply Accounts—Defence			6 253			6 253
Total —Defence	—21	2 912	2 06 665			2 09 556
Railways—Revenue Account		3 066	88 857	15 447		1 07 370
GRAND TOTAL	1 127	7 450	5 32 670	15 864	200	5 57 311

235 POSTS AND TELEGRAPHS —Acceptance certificates are still awaited in two cases for House building Advances ', 127 cases for Advances for the purchase of other conveyances one case for Passage advances and one case under Other advances The certificates of ... ulding ... De ... official In another case the sanction of auctioning the mortgaged house ... ment has been received for the write off of the balance The amount will be adjusted in the accounts for 1943-44 The acknowledgment in the case of

(a) The item has since been readjusted in the accounts for 1943-44

(b) Represents excess recoveries B... ng readjusted in 1943 44

the outstanding balance under " Other advances " could not be obtained as the official is on extraordinary leave without allowance in England. Action has been taken to obtain the certificate.

DEFENCE.—Advances for the purchase of other conveyances.—The number of outstanding acknowledgments is 475. The Controllers concerned have been instructed to obtain acknowledgments as soon as possible. There is a difference of Rs. 579 under the head which is under investigation.

Motor car Advances and other Advances—Acceptances of balances are awaited in four cases.

RAILWAYS.—The acceptances to the balances have been obtained from the officers concerned except in three cases on the East Indian, one case on the Bombay Baroda and Central India, and seven cases on the North Western Railways. There is a difference of Rs. 50 between the figures of Broadsheet and those as per ledgers under " Advances for the purchase of other conveyances ", which has been settled in 1943-44. Regular recovery in one case on the North Western Railway and in two cases on the Bombay, Baroda and Central India Railway could not be made during the year.

SECTION S —REMITTANCES

INDIA	Cr	Rs	1,34,67,190
ENGLAND	Cr	£	3,164,009

236 This head consists of —

Heads of Accounts	India		England
	Cr	Dr	Cr
(1)	(2)	(3)	(4)
	Rs	Rs	£
I —Remittances within India—			
Money Orders	2 71 69 432		
Cash Remittances and Adjustments between Officers rendering accounts to the same Accountant General or Comptroller		3 37 44 631	
Remittances by Bills	867		
Reserve Bank of India Remittances		7 626	
Remittances adjusted on the Central Books		9 74 216	
Adjusting Account between Central and Provincial Governments		66 78 211	
Adjusting Account with Railways		11 68 661	
Accounts with Provinces etc		12 69 928	
Accounts between Departments	3 00 49 036		
Total—I —Remittances within India	5 72 19 335	4 38 43 275	
II —Remittances between England and India—			
Remittance Account between England and India	91,130		3 164 009
Total—Remittances	5,73 10 465	4 38 43 275	3 164 009
Total net credit	1 34 67,190		3 164 009

Money Orders Cr Rs **2,71,69,432**

237 The balance under this head represents the difference between the receipts and payments in respect of Inland Money Order issues of the years 1941 42 and 1942 43 The accounting process is not, however, complete unless the ledger balance has been reconciled with the actual amount of unpaid Money Orders picked out from the lists of Money Orders issued In practice, there are always some differences between the two sets of accounts due to errors in the various stages of work done in Post Offices and the Audit Offices As these differences represent the extent to which accounting methods fall short of an absolute standard of efficiency, they are reported annually to the Auditor General of India to enable him to judge the efficiency of audit in this field The amount of unexplained difference at the end of 1942 43 in respect of Money Orders issued in the year 1940 41 reported to the Auditor General, was Rs 12 780 A sum of Rs 41 involving nineteen cases was written off during the year under report

h Remittances and Adjustments rendering accounts to the same Accountant General or Comptroller .. .. Dr. Rs. 3,37,44,634

238. The following are the details :—

(Credits+, Debits—.)

Heads of Accounts. (1)	Central Revenues. (2)	Baluchistan. (3)	Madras. (4)	Bombay. (5)	Bengal. (6)	United Provinces. (7)	Punjab. (8)	Bihar. (9)	Orissa. (10)	Coorg. (11)	Central Provinces and Berar. (12)	Assam. (13)	Sind. (14)	Total. (15)
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
vil—														
sh Remittances between Treasuries.	..	..	+1,16,176	..	..	..	..	..	..	..	..	..	..	+1,16,176
Customs Remittances	..	..	..	..	..	..	..	..	—166	..	..	..	+395	+229
Salt Remittances ..	..	..	—8,874	..	..	..	..	..	..	..	..	..	..	—8,874
Forest Remittances	+10,941	—2,198	..	+1,889	..	—4,66,580	..	..	..	+4,938	..	+103	..	—4,50,907
Quaternary Rupee Remittances.	..	..	..	+40,00,000	..	..	..	..	..	..	..	..	..	+40,00,000
Public Works Remittances.	—8,14,689	+35,424	—1,890	+24,385	+4,05,656	+8,03,325	+49,429	—51,907	—88,594	+7,342	—1,38,935	+3,851	..	+2,33,397
Transfers between Public Works officers.	—6,99,023	..	..	..	..	..	..	..	..	..	+151	..	..	—6,98,872
Mint Remittances ..	..	..	..	—9,86,020	—2,85,166	..	..	..	..	..	..	..	..	—12,71,186
Small Coin Depot Remittances.	—29,631	..	—4,20,778	—1,06,225	—2,63,614	—13,050	—15,084	..	..	..	+4,004	—20,100	—300	—8,64,778
Miscellaneous Remittances.	..	..	+45	—1,42,749	—97	..	..	..	..	..	+45	..	..	—1,42,757
Baluchistan Suspense	..	—1,48,565	..	..	..	..	..	..	..	..	..	..	..	—1,48,565
Coorg Suspense ..	..	..	..	..	..	..	..	..	..	+3,129	..	..	..	+3,129
Total ..	—15,32,402	—1,15,339	—3,15,321	+27,91,280	—1,43,221	+3,23,695	+34,345	—51,907	—88,760	+15,409	—1,34,735	—16,146	+95	+7,66,993
partmental—														
Transfers between Officers of Military Engineer Services.	..	..	..	..	..	..	..	..	..	..	..	..	..	+27,01,362
Posts and Telegraphs Remittances.	..	..	..	..	..	..	..	..	..	..	..	..	..	—3,72,12,989
GRAND TOTAL ..	—15,32,402	—1,15,339	—3,15,321	+27,91,280	—1,43,221	+3,23,695	+34,345	—51,907	—88,760	+15,409	—1,34,735	—16,146	+95	—3,37,44,634

239. This head comprises two different kinds of transactions, one being emittances in actual cash between treasuries and departments rendering accounts o the same Accounts Office; each separate remittance of this kind is watched hrough a remittance register. The transactions of the other class are purely book djustments made within the accounts of the same Accounts Office, which are ratched through separate registers maintained for the purpose,

240. *Mint Remittances.*—The debit balance in Bengal is due to adjustments n account of values of (*i*) uncurrent soldered coins received (Rs. 99,821) and *i*) silver (Rs. 1,85,345), transferred to surplus silver stock account. The balance nder Bombay represents the value of uncurrent silver coins transferred to the urplus silver stock account. The balances have since been cleared in the accounts or 1943-44.

241. *Baluchistan Suspense.*—This head appears on the books of Central evenues and Baluchistan. It is a running account of transactions originating in he accounts of Central Revenues on account of Baluchistan and in the accounts of aluchistan on account of Central Revenues. The balance represents the balance f transactions between the accounts of Central Revenues and Baluchistan which ould not be adjusted completely in the year under report.

242. *Coorg Suspense.*—This head represents similar transactions between Coorg nd Madras in the books of the Accountant General, Madras.

243. *Posts and Telegraphs Remittances.*—The balance under this head is comosed of :—

	Dr. Rs.
) Transfers between Postal and Telegraph Officers within the jurisdiction of the same Audit Office	1,33,96,430
) Transfers between Postal and Telegraph Officers within the jurisdiction of other Audit Offices	2,38,16,559
Total	3,72,12,989

Remittances by Bills .. .. .. **Cr. Rs. 867**

244. The details are :—

(Credits +, Debits —)

Heads. (1)	Bombay. (2)	Punjab. (3)	Total. (4)
	Rs	Rs	Rs.
Supply Bills, Local	..	+57	+57
Remittance Transfer Receipts, Local	+785	..	+785
Bank's Remittance Transfer Receipts and Supply Bills ..	+25	..	+25
Total ..	+810	+57	

Remittances and Adjustments between dering accounts to the same Accountant General or **Comptroller** .. .. **Dr. Rs. 3,37,44,634**

238. The following are the details :—

(Credits+, Debits—.)

Heads of Accounts. (1)	Central Revenues. (2)	Baluchistan. (3)	Madras. (4)	Bombay. (5)	Bengal. (6)	United Provinces. (7)	Punjab. (8)	Bihar. (9)	Orissa. (10)	Coorg. (11)	Central Provinces and Berar. (12)	Assam. (13)	Sind. (14)	Total. (15)
il—	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
sh Remittances between Treasuries.	..	..	+1,16,176	..	..	..	..	..	..	..	..	..	..	+1,16,176
Customs Remittances	..	..	..	..	..	..	..	..	—166	..	..	..	+395	+229
Salt Remittances ..	..	..	—8,874	..	..	..	..	..	..	..	..	..	..	—8,874
Forest Remittances	+10,941	—2,198	..	+1,889	..	—4,66,580	..	..	..	+4,938	..	+103	..	—4,50,907
Quaternary Rupee Remittances.	..	..	..	+40,00,000	..	..	..	..	..	..	..	..	..	+40,00,000
Public Works Remittances.	—8,14,689	+35,424	—1,890	+24,385	+4,05,656	+8,03,325	+49,429	—51,907	—88,594	+7,342	—1,38,935	+3,851	..	+2,33,397
Transfers between Public Works officers.	—6,99,023	..	..	..	..	..	..	..	..	..	+151	..	..	—6,98,872
Mint Remittances ..	..	..	..	—9,86,020	—2,85,166	..	..	..	..	..	..	..	..	—12,71,186
Small Coin Depot Remittances.	—29,631	..	—4,20,778	—1,06,225	—2,63,614	—13,050	—15,084	..	..	..	+4,004	—20,100	—300	—8,64,778
Miscellaneous Remittances.	..	..	+45	—1,42,749	—97	..	..	..	..	..	+45	..	..	—1,42,757
Baluchistan Suspense	..	—1,48,565	..	..	..	..	..	..	..	..	..	..	..	—1,48,565
Coorg Suspense ..	..	..	..	..	..	..	..	..	..	+3,129	..	..	..	+3,129
Total ..	—15,32,402	—1,15,339	—3,15,321	+27,91,280	—1,43,221	+3,23,695	+34,345	—51,907	—88,760	+15,409	—1,34,735	—16,146	+95	+7,66,993
Departmental—														
Transfers between Officers of Military Engineer Services.	..	..	..	..	..	..	..	..	..	..	..	..	..	+27,01,362
Posts and Telegraphs Remittances.	..	..	..	..	..	..	..	..	..	..	..	..	..	—3,72,12,989
GRAND TOTAL ..	—15,32,432	—1,15,339	—3,15,321	+27,91,280	—1,43,221	+3,23,695	+34,345	—51,907	—88,760	+15,409	—1,34,735	—16,146	+95	—3,37,44,634

239. This head comprises two different kinds of transactions, one being remittances in actual cash between treasuries and departments rendering accounts to the same Accounts Office; each separate remittance of this kind is watched through a remittance register. The transactions of the other class are purely book adjustments made within the accounts of the same Accounts Office, which are watched through separate registers maintained for the purpose.

240. *Mint Remittances.*—The debit balance in Bengal is due to adjustments on account of values of (i) uncurrent soldered coins received (Rs. 99,821) and (ii) silver (Rs. 1,85,345), transferred to surplus silver stock account. The balance under Bombay represents the value of uncurrent silver coins transferred to the surplus silver stock account. The balances have since been cleared in the accounts for 1943-44.

241. *Baluchistan Suspense.*—This head appears on the books of Central Revenues and Baluchistan. It is a running account of transactions originating in the accounts of Central Revenues on account of Baluchistan and in the accounts of Baluchistan on account of Central Revenues. The balance represents the balance of transactions between the accounts of Central Revenues and Baluchistan which could not be adjusted completely in the year under report.

242. *Coorg Suspense.*—This head represents similar transactions between Coorg and Madras in the books of the Accountant General, Madras.

243. *Posts and Telegraphs Remittances.*—The balance under this head is composed of:—

	Dr. Rs.
(1) Transfers between Postal and Telegraph Officers within the jurisdiction of the same Audit Office	1,33,96,430
(2) Transfers between Postal and Telegraph Officers within the jurisdiction of other Audit Offices	2,38,16,559
Total	3,72,12,989

Remittances by Bills .. .. Cr. Rs. 867

244. The details are:—

(Credits +, Debits—.)

Heads. (1)	Bombay. (2)	Punjab. (3)	Total. (4)
	Rs.	Rs.	Rs.
Supply Bills, Local	..	+57	+57
Remittance Transfer Receipts, Local	+785	..	+785
Bank Remittance Transfer Receipts and Supply Bills ..	+25	..	+25
Total	+810	+57	

245. Prior to the introduction of the procedure detailed in paragraph 231 belov with effect from the 1st October, 1940, the amounts received on issue of bills, etc were credited to this head and the amounts paid upon them were debited to i This head, therefore, ordinarily showed a credit balance equal to the amount of bill outstanding. The issue of Supply Bills and Remittance Transfer Receipts has bee discontinued from 1st October, 1940.

The balances relate to the amount of outstanding bills not paid before the clos of the year.

Reserve Bank of India Remittances .. .. .. Dr. Rs. 7,62

246. A scheme was introduced by the Reserve Bank of India with effect from th 1st October, 1940 to standardise and extend remittance facilities throughout Indi and Burma. At places where the Reserve Bank has no offices of its own or is no represented by offices or branches of the Imperial Bank, the issue and payment o telegraphic transfers and drafts on Reserve Bank account is undertaken by Government treasuries and sub-treasuries as "Treasury Agencies" of the Bank. Receipts and payments taking place in treasuries on this account are accounted for under this head, and are initially carried against Government balances until cleared with the Bank through daily advices of drawings and encashments. The debits and credits booked under this head are ultimately cleared by corresponding adjustments under the head "Reserve Bank Deposits".

The details of the balance by circles of account are as under :—

		Rs.
Central Revenues	Dr.	8,231
Bombay	Dr.	205
Punjab	Cr.	810
Total net ..	Dr.	7,626

The outstanding balances were due to late receipt of treasury schedules. The balances have all been cleared in 1943-44.

Remittances adjusted on the Central Books (Central Adjusting Account for 1942-43) .. .. .. **Dr. Rs. 9,74,21**

247. The above balance is made up of (*i*) Dr. Rs. 9,14,351 and (*ii*) C Rs. —59,864. The items included therein have mostly been adjusted in th accounts for 1943-44 and the remaining items are also expected to be cleared in the accounts for the same year.

Adjusting Account between Central and Provincial Governments .. .. Dr. Rs. 66,78,211

248. The transactions between the Central and the Provincial Governments are settled by the correction of their respective balances through the Reserve Bank of India. Until this correction is effected, the transactions are kept in the books of the originating Accounts Circle under the head "Adjusting Account between Central and Provincial Governments". The above balance represents the outstanding amount for which monetary settlement could not be effected in the Reserve Bank's accounts for the year 1942-43.

Adjusting Account between Central and Provincial Governments—*concld*

219 The details of the balance by circles of accounts are given below —

(Credits+ Debits—)

[illegible] (1)	Central [illegible] (2)	Supply Accounts Civil (3)	Food Accounts (4)	Madras ( )	Bombay (6)	Bengal (7)	United Provinces (8)	Punjab (9)	Bihar (10)	Central Provinces and Berar (11)	Assam (12)	North West Frontier Province (13)	Orissa (14)	Sind (15)	Total (16)
	Rs	Rs	Rs	Rs	Rs.	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs.
[illegible] Accounts between Central [illegible] and [illegible] Accounts		—4,50 152													—4 50,152
Food Accounts			—940												—940
Madras	—6 618			—17 60 353											—17 66 971
Bombay	—22 755				+2,33 273										+2 10,518
Bengal	—2,40 415					—68 907									—3 09 322
United Provinces	+27,583						+93 502								+1 21 085
Punjab	—6 052							—4 83 268							—4 89,320
Bihar	—738								—5 681						—6 419
Central Provinces and Berar	[illegible]									—11 427					—94 751
Assam	[illegible]										—21 61 659				—22 19 460
North West Frontier Province	[illegible]											—10 54 009			—11 16 798
Orissa	[illegible]												—74 691		—1 10 771
Sind	[illegible]													—4 32 184	—4 44 910
Total	[illegible]	[illegible]	[illegible]	[illegible]	2 33 273	—68 907	+93 502	—4 83 268	—5 681	—11 427	—21 61,659	—10,54 009	—74 691	—4 32 184	—60 78 211

Adjusting Account with Railways .. .. Dr. Rs. 11,68,661

Accounts with Provinces, etc. .. .. Dr. Rs. 12,69,928

250. Owing to the *pro forma* separation of the balances of Railways from the balances of the Central Government from the 1st April, 1939, all transactions with or on behalf of Railways arising in the accounts of the Central [Non-Railways] and Provincial Governments are adjusted with the Reserve Bank against the balance of the *pro forma* Railway Fund. These two major heads have been opened for the initial adjustment of transactions with Railways. The former head is operated upon by all Civil Accountants General, while the latter head is used by the Railway Accounts Officers concerned in connection with the transactions originating in the Railway accounts which are adjustable against the balances of the Central and the Provincial Governments. The above balances represent the outstanding amounts for which monetary settlement could not be effected in the Reserve Bank's accounts for 1942-43.

Adjusting Account with Railways.—The balance under this head consists of—

(1) Rs. 4,03,159 (debit) on the books of the Controller of Supply Accounts (Civil) and

(2) Rs. 7,65,502 (debit) on the books of the Accountant General, Central Revenues.

Accounts with Provinces, etc.—The debit balance outstanding under the head pertains to South Indian Railway (Rs. 1,12,799 debit), North Western Railway (Rs. 3,79,502 debit), Great Indian Peninsula Railway (Rs. 7,42,473 debit) Madras and Southern Marhatta Railway (Rs. 27,742 debit), Oudh and Tirhut (R. & K. Zone) Railway (Rs. 2,194 debit), Oudh and Tirhut (B. & N. W. Zone) Railway (Rs. 5,255 debit) and East Indian Railway (Rs. 37 credit).

The balances under "Adjusting Account with Railways" and "Accounts with Provinces, etc." have been cleared in 1943-44, except on the Great Indian Peninsula and North Western Railways in the latter case.

Five cases of misclassifications noticed during test audit have resulted in a short debit of Rs. 1,99,240.

Accounts between Departments .. .. Cr. Rs. 3,00,49,036

251. The balances recorded under this head differ in kind from those reviewed in the previous paragraphs, as they represent balances between two of the sets of accounts in respect of the amount by which one set of accounts could not take up the debits and credits passed on to it by the other. As balances, therefore, they do not exist elsewhere than upon the Central books, for each local Accounts Officer writes off each year the amounts which he passes on to another. The following are the separate ledger balances under this account:—

		Rs.
Accounts between Civil and Civil	Cr.	66,86,950
Exchange Accounts between Defence Accounts Officers (including Navy) ..	Dr.	47,99,013
Exchange Accounts between Posts and Telegraphs and Defence Services (including Navy)	Cr.	3,33,337
Exchange Accounts between Civil and Posts and Telegraphs	Cr.	10,29,963
Exchange Accounts between Civil and Defence Services (including Navy) ..	Cr.	2,67,97,863
Total Net ..	Cr.	3,00,49,036

252. The net credit of Rs. 3,00,49,036 is composed of :—

		Dr. Rs.	Cr. Rs.
Cheques	..	3,09,49,326	12,85,01,732
Miscellaneous Items	..	9,75,87,157	3,00,83,787
Total	..	12,85,36,483	15,85,85,519
Net Cr.	..	3,00,49,036	

Cheques.—The debits represent payments made on cheques during 1942-43 for which corresponding credits were not afforded till the following year, while the credits represent the amount of cheques issued in 1942-43 but not paid during the year.

Miscellaneous Items.—The outstandings have been mostly adjusted in the accounts for 1943-44 with the exception of a few disputed claims. The progress of adjustment has been generally satisfactory. The outstandings are subject to a careful scrutiny in the office of the Auditor General of India and steps are taken to adjust them as expeditiously as possible.

		Items Adjustable in	
		India.	England.
Remittance Account between England and India—			
Account with the Secretary of State—		Rs.	£
II—Items Adjustable in England ..	Cr.	..	3,165,724
I—Items Adjustable in India (£6,971-3-6 converted into Rupees at £ 1=Rs. 13⅓)	Cr.	92,949	..
Account with the High Commissioner for India—			
II—Items Adjustable in England ..	Dr.	..	1,715
I—Items Adjustable in India (£136-7-9 converted into rupees at £ 1=Rs. 13⅓)	Dr.	1,819	.
Total net credit		91,130	3,164,009

253. It comprises transactions, mainly of a miscellaneous character, passed on from England to India or *vice versa*, for adjustment in the accounts of the other and represents the net balance in respect of the amounts by which each set of accounts could not take up the debits and credits passed on by the other. The outstanding amount is normally an asset or liability to Government.

SECTION T.—TRANSFER OF CASH BETWEEN ENGLAND AND INDIA.

India .. .. Dr. Rs. 33,33,234

254. Cash Remittances from India to England and *vice versa* of funds belonging to India are made through the Reserve Bank of India. These remittances are brought to account under this head.

The balance represents the rupee equivalent of £ 2,50,000 refunded by the Secretary of State on the 31st March, 1943 which will be adjusted in the accounts for 1943-44.

SECTION V.—CASH BALANCE

INDIA	.. Dr.	Rs.	17,35,77,682
ENGLAND	.. Dr.	£	6,55,334

255. The Cash Balances in INDIA were distributed as follows :—

Province.	Cash in District Treasuries. Rs. Dr.	At credit of Government with the Reserve Bank of India and its branches. Rs. Dr.
India General	18,91,946	17,40,94,313
Baluchistan	17,46,519	..
Bombay	1,72,805	..
Bihar	6,42,700	..
Central Provinces and Berar	—1,31,450	..
Assam	—38,73,869	..
North-West Frontier Province	—1,34,313	..
Orissa	—9,60,200	..
Coorg	1,29,231	..
Total ..	—5,16,631	17,40,94,313
Total .. Dr. Rs.		17,35,77,682

The *minus* balances shown against Central Provinces and Berar, Assam, North-West Frontier Province and Orissa represent the amount of remittances in transit at the end of the year under report.

Under "India General" there was a credit balance of Rs. 3,02,988 against Iran due to overdrafts during 1942-43, which has since been adjusted. It excludes the sum of Rs. 30,191, being the treasury balance of the Port Blair Treasury at the end of January, 1942, which was held under suspense during 1942-43. The amount was subsequently reduced to Rs. 5,236 which has been written off in the accounts for 1943-44.

256. The figures under Cash in District Treasuries in some Provinces include the amount of remittances in transit at the close of the year. The treasury balances have all been agreed with the Cash Balance Reports for March, 1943 except in the case of Iran under India General, Central Provinces and Berar, Assam and Orissa. The discrepancy in case of Iran is due to adoption of estimated figures as no Cash Balance Report was received. The other discrepancies of Rs. 1,05,850, Rs. 70,100 and Rs. 12,700 in the balances pertaining to Central Provinces, Assam and Orissa respectively have been cleared in 1943-44 except for the sums of Rs. 200 and Rs. 9,000 in the Central Provinces and Berar and Assam respectively. The cash balance of the Central Government with the Reserve Bank of India at the end of 1942-43 including the balance of the Railway Fund created *pro forma* stood at Rs. 17,40,94,313, against Rs. 17,40,30,069 reported by the Bank. The difference of Rs. 64,244, has been settled in the accounts for 1943-44.

257. The balance against India General includes a sum of Rs. 7,96,083 being the closing balance under the head "Foreign Remittances" outstanding on the 31st March, 1943. Out of this, a sum of Rs. 7,94,547 has been cleared and the balance of Rs. 1,536 (net) will be cleared before the close of the year 1943-44.

258. The Cash Balances in ENGLAND were distributed as follows :—

	£ Dr.
Secretary of State— Cash in hand or at the Bank of England	5,17,114
High Commissioner for India— Cash at the Reserve Bank of India and in the hands of the Cashier	1,38,220
Total ..	6,55,334

B.—DEBT, DEPOSIT AND REMITTANCE ACCOUNTS.

PART II—ACCOUNTS.

No. 1.—SUMMARY OF RECEIPTS AND DISBURSEMENTS BY MAJOR HEADS.

Heads of Receipts. 1	Actuals for 1942-43. 2	Heads of Disbursements. 3	Actuals for 1942-43. 4
	Rs.		Rs.
N.—Public Debt incurred—		**N.—Public Debt discharged—**	
A.—Debt raised in India—		Debt raised in India—	
Permanent Debt ..	(a) 1,38,28,32,886	Permanent Debt ..	(a) 1,15,38,595
Floating Debt	10,32,34,50,000	Floating Debt	9,04,62,75,000
B.—Debt raised in England—		Debt raised in England—	
Permanent Debt ..	(b) 1,30,00,000	Permanent Debt ..	1,22,38,39,170
Total ..	11,71,92,82,886	Total ..	10,28,16,52,765
O.—Unfunded Debt—		**O.—Unfunded Debt—**	
		Special Loans	8,014
Deposits of Service Funds ..	24,34,920	Deposits of Service Funds ..	33,10,281
Post Office Savings Bank Deposits	23,28,60,716	Post Office Savings Bank Deposits	22,84,57,860
Post Office Certificates ..	5,77,89,433	Post Office Certificates ..	9,00,90,039
State Provident Funds ..	12,48,26,061	State Provident Funds ..	9,70,29,883
Other Accounts	1,29,47,108	Other Accounts	89,83,729
Total ..	43,08,58,238	Total ..	42,78,79,806
P.—Deposits and Advances—		**P.—Deposits and Advances—**	
Part I.—Deposits bearing Interest—		Part I.—Deposits bearing Interest—	
(A) Reserve Funds—		(A) Reserve Funds—	
Depreciation Reserve Fund—Railways	35,18,99,547	Depreciation Reserve Fund—Railways	4,55,51,189
Railway Reserve Fund ..	8,85,89,616	Railway Reserve Fund	6,70,44,568
Renewals Reserve Fund—Posts and Telegraphs	1,75,00,000	Renewals Reserve Fund—Posts and Telegraphs	39,83,957
Renewals Reserve Fund—Northern India Salt and Central Excises Department ..	1,30,000	Renewals Reserve Fund—Northern India Salt and Central Excises Department ..	1,30,074
Depreciation Reserve Fund—Lighthouses and Lightships	55,277	Depreciation Reserve Fund—Lighthouses and Lightships	..
General Reserve Fund—Lighthouses and Lightships	4,06,774	General Reserve Fund—Lighthouses and Lightships	7,923
Other Deposits ..	1,22,57,638	Other Deposits ..	2,683
Total—Deposits bearing interest	47,08,38,852	Total—Deposits bearing interest	11,67,20,596
Part II.—Deposits not bearing Interest—		Part II.—Deposits not bearing Interest—	
(A) Sinking Funds—		(A) Sinking Funds—	
Appropriation for Reduction or Avoidance of Debt—		Appropriation for Reduction or Avoidance of Debt—	
Sinking Funds ..	95,04,000	Sinking Funds ..	..
Other Appropriations	2,04,96,000		

(a) Excludes Rs. 64,08,843 under Receipts as well as under Disbursments on account of conversion of nonterminable loans (see footnote in Account No. 3.)

(b) Excludes Rs. 2,03,33,333 as explained under footnote in Account No. 3.

No 1—SUMMARY OF RECEIPTS AND DISBURSEMENTS BY MAJOR HEADS—*contd*

Heads of Receipts 1	Actuals for 1942 43 2	Heads of Disbursements 3	Actuals for 1942 43 4
P.—Deposits and Advances—*contd*	Rs	**P—Deposits and Advances—*contd***	Rs
Part II—*Deposits not bearing Interest—concld*		Part II—Deposits not bearing Interest—*concld*	
(*B*) Reserve Funds—		(*B*) Reserve Funds—	
Silver Redemption Reserve	43 58 708	Silver Redemption Reserve	*43 59 592*
Civil Aviation Fund	3 19,800	Civil Aviation Fund	*1,33 288*
Central Road Fund	1,28,00,000	Central Road Fund	1,91,09 612
Post Office Cash Certificates Bonus Fund	19,80,739	Sugar Excise Fund	11,47,324
Sugar Excise Fund	12,69,000		
Fund for Economic Development and Improvement of Rural Areas		Fund for Economic Development and Improvement of Rural Areas	12,44,632
Fund for Development of Civil Aviation	61,00 000	Fund for Development of Civil Aviation	52,10,581
Fund for Special Frontier Expenditure including Development	28,27,380	Fund for Special Frontier Expenditure including Development	2,66,347
Fund for Development of Broadcasting	22,00,000	Fund for Development of Broadcasting	13,17,699
Depreciation Reserve Fund—		Depreciation Reserve Fund—	
Government Presses	*1,19,222*	Government Presses	46,553
Telephone Development Fund		Telephone Development Fund	1,67,76,322
Panth Piploda Reserve Fund	49	Panth Piploda Reserve Fund	
Fund for the Relief of Ground nut cultivator	21,151	Fund for the Relief of Ground nut cultivators	7,32,176
Fund for the benefit of Cotton growers	1,12 68,730	Fund for the benefit of Cotton growers	15,00,952
(*C*) Other Deposit Accounts—		(*C*) Other Deposit Accounts—	
Deposits of Local Funds	3 49,93 699	Deposits of Local Funds	3,37,27,018
Deposits of Branch Line Companies	12 076	*Deposits of Branch Line Companies*	1 65,981
Departmental and Judicial Deposits—		Departmental and Judicial Deposits—	
Civil Deposits .	76 66 62,227	Civil Deposits	74 43 56,614
Other Deposits	30 66,30,733	Other Deposits	28,49,77,428
Transactions connected with the War, 1939	15 53 25 472	Transactions connected with the War, 1939	12,56,081
Other Accounts	8,57,20,849	Other Accounts	92 82,019
Balance of Coorg	2,87,192		
Total—Deposits not bearing interest .	1,48,30,07 027	Total—Deposits not bearing interest	1,12,56,00,219
Part III—Advances not bearing Interest—		Part III.—Advances not bearing Interest—	
Advances Repayable	*1,24,12,83,137*	Advances Repayable	1,31 00,37,238
Permanent Advances .	62,044	Permanent Advances .	5,26,222
Accounts with Foreign Governments and Indian States .	5,60 97,471	Accounts with Foreign Governments and Indian States . .	5 90 45,341
Account with the Government of Burma	13,819	Accounts with the Government of Burma .	30,39 965
Accounts with the Burma Railway Board ..	2,02,926		

No. 1.—SUMMARY OF RECEIPTS AND DISBURSEMENTS BY MAJOR HEADS—*contd.*

Heads of Receipts. 1	Actuals for 1942-43. 2	Heads of Disbursements. 3	Actuals for 1942-43. 4
	Rs.		Rs.
P.—Deposits and Advances—*contd.*		**P.—Deposits and Advances—*contd.***	
Part III.—Advances not bearing Interest—*contd.*		Part III.—Advances not bearing Interest—*contd.*	
Accounts with the Reserve Bank	2,956	Accounts with the Reserve Bank	55,25,658
Accounts with His Majesty's Imperial Government	1,55,442	Accounts with His Majesty's Imperial Government ..	1,62,058
Coinage Account ..	5,63,64,078	Coinage Account ..	4,22,05,872
Total—Advances not bearing interest	1,35,41,81,873	Total—Advances not bearing interest	1,42,20,42,869
Part IV.—Suspense—		Part IV.—Suspense—	
Suspense Accounts ..	39,05,28,486	Suspense Accounts ..	1,03,21,11,731
Purchases and Sales of Silver	32,91,89,967	Purchases and Sales of Silver	19,53,94,276
Cheques and Bills ..	1,06,58,052	Cheques and Bills ..	2,87,477
Departmental and similar Accounts	26,70,308	Departmental and similar Accounts	95,55,619
Transactions connected with the War, 1939 ..	2,946	Transactions connected with the War, 1939 ..	82,08,752
Transactions connected with Burma notes	20,83,19,493		
Total—Suspense	94,13,69,252	Total—Suspense	1,24,59,78,855
Part V.—Miscellaneous—		Part V.—Miscellaneous—	
Miscellaneous	3,09,16,459	Miscellaneous	3,01,17,842
Total ..	4,28,04,03,463	Total ..	3,94,04,69,381
Q.—Loans and Advances by the Central Government—		**Q.—Loans and Advances by the Central Government—**	
Advances to Provincial Governments	12,05,47,512	Advances to Provincial Governments	4,63,84,159
Advances to Crown Representative	5,60,569	Advances to Crown Representative	5,87,152
Advances to Government of Coorg	60,430		
Loans to Indian States ..	1,21,76,527	Loans to Indian States ..	2,15,000
Loans to Local Funds, etc.	54,41,213	Loans to Local Funds, etc.	2,03,70,000
Loans to Government Servants	6,17,568	Loans to Government Servants	9,93,781
Total ..	13,94,03,819	Total ..	6,88,51,088
S.—Remittances—		**S.—Remittances—**	
I.—Remittances within India—		I.—Remittances within India—	
Money Orders	1,18,78,81,849	Money Orders	1,17,67,61,159
Cash Remittances and Adjustments between officers rendering accounts to the same Accountant General or Comptroller	..	Cash Remittances and Adjustments between officers rendering accounts to the same Accountant General or Comptroller	2,04,62,629 615
Remittances by Bills ..	..	Remittances by Bills ..	9,74,184
Remittances adjusted on the Central books ..	..	Remittances adjusted on the Central Books ..	—73,234
Reserve Bank of India Remittances	..	Reserve Bank of India—Remittances	—45,65,2[illegible]
Accounts between Civil and Civil	..	Accounts between Civil and Civil	
Exchange Accounts between Defence Accounts Officers (including Naval) ..	..	Exchange Accounts between Defence Accounts Officers (including Naval) ..	49,53,0[illegible]

No. 1.—SUMMARY OF RECEIPTS AND DISBURSEMENTS BY MAJOR HEADS—*concld.*

Heads of Receipts. 1	Actuals for 1942-43 2	Heads of Disbursements. 3	Actuals for 1942 43 4
	Rs		Rs
S.—Remittances—concld		*S.—Remittances—concld*	
I—Remittances within India—*concld*		I—Remittances within India—*concld.*	
Exchange Accounts between Posts and Telegraphs and Defence Services ..	..	Exchange Accounts between Posts and Telegraphs and Defence Services	*—2,70,993*
Exchange Accounts between Civil and Posts and Telegraphs	*9,21,39,341*	Exchange Accounts between *Civil* and Posts and Telegraphs	9,22,36,724
Other Remittances		*Other* Remittances	69,18,452
Exchange Accounts between *Civil and Defence Services* (including Naval) .	*5,45,23,40,943*	Exchange Accounts between Civil and Defence Services (including Naval)	5,48,24,93,899
II—Remittances between England and India—		II—Remittances between England and India—	
Remittance Account between England and India—		Remittance Account between England and India—	
Accounts with the Secretary of State	*6,37,98,42,230*	*Accounts with the Secretary of State*	6,20,10,07,515
Accounts with the High Commissioner	17,64,43,308	*Accounts with the High Commissioner*	17,64,59,412
Total ..	*13,28,81,47,671*	Total	13,16,62,62,343
T.—Transfer of cash between England and India	91,80,67,436	**T.—Transfer of cash between England and India**	96,91,80,361
SUMMARY—		*SUMMARY*—	
Total Receipts under Debt, Deposits, etc heads	30,77,61,63,513	Total Disbursements under Debt, Deposits, etc heads	28,85,42,95,739
Total Revenue as per Account No 2 of Part A	2,35,79,46,700	Total Expenditure as per Account No 2 of Part A	4,25 68,99,033
Total Receipts	33,13,41,10,213	Total Disbursements	33,11,11,94,772
V.—Opening Balance—		**V.—Closing Balance—**	
In India—		In India—	
Cash in District Treasuries	18,13,215	Cash in District Treasuries	—5,16,631
Cash with Reserve Bank of India .. .	*15,14,63,418*	Cash with Reserve Bank of India	17,40,94,312
In England—		*In England*—	
Secretary of State ..	*57,75 937*	Secretary of State ..	68,94 853
High Commissioner for India	*3,47,450*	High Commissioner for India ..	18,42,933
Total ..	15,91,00,026	Total .	18,23,15,467
GRAND TOTAL ..	33,29,35,10,239	GRAND TOTAL ..	33,29,35,10,239

Heads

P.—Deposits
—concld.
Part III.—
ing Inter
Accounts
Bank
Accounts
ty's I
ment
Coinage A
Total—Adv
int
Part IV.—S
Suspense
Purchases
Silver
Cheques an
Departmen
Accounts
Transaction
the War,
Transaction
Burma no

Total—Suspen
Part V.—Misce
Miscellaneou

Q.—Loans and A
the Central Gov
Advances to Pr
ernments
Advances to Cr
tative ..
Advances to C
Coorg ..
Loans to India
Loans to Local
Loans to Gover

S.—Remittances—
I.—Remittance
Money Order
Cash Remitt
justments
ers rend
to the s
General
Remittanc
Remittanc
the Cer
Reserve
Remit
Accoun
Civil
Exch
De

No. 2.—STATEMENT SHOWING CAPITAL AND OTHER EXPENDI[TURE] (OUTSIDE THE REVENUE ACCOUNT) TO END OF THE YEA[R] THE PRINCIPAL SOURCES FROM WHICH FUNDS WERE P[ROVIDED] FOR THAT EXPENDITURE.

Capital and Other Expenditure.	On 31st March 1942.	On 31st March, 1943
(1)	(2) Rs	(3) Rs
1.—Capital Expenditure—		
Commercial Departments—		
Railways	(a) 7,54,11,86,505	7,72,51,95,704
Posts and Telegraphs	(b) 24,63,74,091	25,05,95,201
Irrigation	1,72,84,712	1,73,01,600
Other Commercial Departments and undertakings	(c) 6,27,34,353	6,39,96,638
Total Commercial Departments	7,86,75,79,661	8,05,70,89,242
Other Departments—		
New Capital at Delhi	16,32,90,313	16,63,86,6[illegible]
Other Accounts	14,48,61,889	68,45,54,[illegible]
Total Other Departments	30,81,52,202	85,09,41,[illegible]
Total Capital Expenditure	8,17,57,31,863	8,90,80,30,[illegible]
2.—India's Financial contribution to the Great War, 1914-18	1,50,00,00,000	1,50,[illegible]
3.—Loans and Advances		
Advances to Provincial Governments ..	1,18,48,92,755	1,11,[illegible]
Advances to the Government of Coorg ..	1,81,292	[illegible]
Advances to Crown Representative ..	23,92,880	[illegible]
Advances to Indian States, Local Bodies, etc.	18,17,64,624	[illegible]
Total Loans and Advances	1,36,92,31,551	[illegible]
Total Capital and other Expenditure (a) (b) (c)	11,04,49,63,414	[illegible]
4.—*Deduct*—Contribution from Revenue for Capital Expenditure	(d)—19,55,24,121	[illegible]
5.—Net Capital and other Expenditure outside the Revenue Account (a) (b) (c) (d)	10,84,94,39,293	[illegible]

(a) Excludes Rs. 60,73,540 having been transferred or dropped ... expenditure against various Railways in Account No. 6 of Part A—I—...

(b) Excludes Rs. 1,75,127 removed from the Block Capital A...ment.

(c) Excludes Rs. 40,484 written-off without financial adjustments ... patam Port and includes Rs. 253 on account of corrections in the ... salt works.

(d) Includes 3,307 for the same reasons as mentioned in ... explained under (c) above.

2.—STATEMENT SHOWING CAPITAL AND OTHER EXPENDITURE (OUTSIDE THE REVENUE ACCOUNT) TO END OF THE YEAR AND THE PRINCIPAL SOURCES FROM WHICH FUNDS WERE PROVIDED FOR THAT EXPENDITURE—*concld*

Principal Sources of Funds	On 31st March 1942	On 31st March 1943	Increase (+) or Decrease (−) in the year ending 31st March 1943
(1)	(2)	(3)	(4)
	Rs	Rs	Rs
Capital contributed by Railway Companies and Indian States	(a) 10 81 37 808	11 28 18 [illegible]	0 00 60 788
Debt			
Permanent Debt			
In *India*—Nominal Value	6 14 87 77 501	7 [illegible] 00 71 [illegible]	[illegible] 47 12 01 [illegible]
Less—unredeemed discount	—8 0[illegible] 83 407	—8 [illegible] 01 407	3 [illegible] 08 000
In *England*—Nominal Value being converted into Rs at £1=Rs 13 1/3)	2 00 93 33 70[illegible]	87 88 27 0[illegible] 8	[illegible]
Less—unredeemed discount	—[illegible] 36 21 3[illegible] 7	[illegible]	[illegible]
Less—Difference between 7 per cent Stock exchanged for 3 per cent in 1921 24 and 3 per cent stock issued in exchange	—8 30 [illegible]2 413		[illegible] 413
Floating Debt	1 3[illegible] 97 7[illegible] 000	2 [illegible] 50 000	[illegible] 71 7[illegible] 000
Unfunded Debt—			
Savings Bank Deposits	[illegible]2 18 37 [illegible]	[illegible]2 [illegible]2 40 [illegible]	[illegible]
Post Office Certificates	43 37 [illegible]3 7[illegible]8	40 14 [illegible]	[illegible]
State Provident Funds etc	97,2[illegible] 71 40	1 00 44 47 [illegible]	[illegible]
Total Debt	11 29 [illegible]	12 8[illegible]	[illegible]
—Sinking Funds and Reserve Funds	[illegible]	1 2[illegible]	[illegible]
Net balance under Deposits, Advances etc. other than those shown separately	—4 12,4[illegible]	[illegible]	[illegible]
—Remittances	[illegible]	[illegible]	[illegible]
—Total Debt and other obligations	(a) 12,22,[illegible]	[illegible]	[illegible]
—*Deduct*—Cash Balance	—1[illegible]	[illegible]	[illegible]
—*Deduct*—Investments	[illegible]	[illegible]	[illegible]
—Net provision of Funds	[illegible]	[illegible]	[illegible]

(a) Excludes Rs 1,92,10,415 on account of [illegible] with Western Railway taken as [illegible]

( ) Excludes Rs 11,[illegible] on account of [illegible] Eastern Railway [illegible]

( ) Differs from [illegible] 415 [illegible] of India [illegible] in the accounts for 1942-43 [illegible]

[illegible]—See also [illegible]

No. 3.—STATEMENT OF DEBT AND OTHER INTEREST BEARING OBLIGATIONS, SHOWING THE ADDITIONS TO, AND DISCHARGES OF DEBT, ETC., DURING THE YEAR, AND THE AMOUNT OF DEBT, ETC., AT THE COMMENCEMENT AND CLOSE OF THE YEAR.

Description of Debt.	Amount on 31st March, 1942.	Additions during the year.	Discharges during the year.	Amount on 31st March, 1943.
1	2	3	4	5
	Rs.	Rs.	Rs.	Rs.
I.—Public Debt—				
A.—Debt raised in India—				
(a) Permanent Debt—				
(i) Loans bearing interest—				
5 per cent. Loan, 1945-55 ..	56,74,93,800	..	..	56,74,93,800
4½ per cent. Loan for Indore State Railway	70,00,000	..	..	70,00,000
4½ per cent. Loan, 1950-55 ..	8,07,51,600	43,22,914	43,20,314	8,07,54,200
4½ per cent. Loan, 1958-68 ..	5,83,64,600	1,76,668	1,73,668	5,83,67,600
4½ per cent. Loan, 1955-60 ..	9,05,63,700	..	..	9,05,63,700
4 per cent. Loan, 1960-70 ..	63,30,26,300	..	..	63,30,26,300
4 per cent. Loan, 1948-53 ..	4,72,53,800	55,65,478	25,86,378	5,02,32,900
4 per cent. Loan, from Maharaja Scindia for State Railway	1,50,00,000	..	..	1,50,00,000
4 per cent. Bonds, 1943 ..	14,97,17,700	..	..	14,97,17,700
3½ per cent. Loan, 1947-50 ..	55,94,36,900	..	..	55,94,36,900
3½ per cent. Loan, 1842-43 ..	45,84,70,850	20,27,00,000 (b) 19,48,700	(b) 10,11,000	66,21,08,550
3½ per cent. Loan, 1854-55 ..	20,48,17,593	10,00,00,000 (b) 3,63,400	(c) 8,146 (b) 14,13,500	30,37,59,347
3½ per cent. Loan, 1865 ..	41,48,04,400	19,13,36,558 (b) 21,22,900	(a) (i) 1,458 (b) 9,97,000	60,72,65,400
3½ per cent. Loan, 1879 ..	2,76,76,100	7,63,00,000 (b) 55,800	(b) 1,01,900	10,39,30,000
3½ per cent. Loan, 1900-01 ..	45,22,94,557	22,00,00,000 (b) 19,18,043	(a)(ii) 1,300 (b) 22,07,900	67,20,03,400
3½ per cent. Loan, 1954-59 ..	12,24,46,700	6,78,516	716	12,31,24,500
3 per cent. Loan, 1896-97 ..	6,17,57,500	2,29,76,582	(a)(iii) 2,882 (b) 7,90,300	8,39,40,900
3 per cent. Loan, 1951-54 ..	31,92,22,900	40,29,25,700	..	72,21,48,600
3 per cent. Loans, 1963-65 ..	60,96,36,300	15,00,00,000	..	75,96,36,300
3 per cent. Loan, 1949-52 ..	..	..	..	..
3 per cent. Defence Loan, 1949-52	66,43,53,500	21,01,333	1,01,333	66,63,53,500
3 per cent. Defence Bonds, 1946	45,14,32,200	..	..	45,14,32,2[illegible]
2¾ per cent. Loan, 1948-52 ..	12,01,28,000	..	..	12,01,28,0[illegible]
Total Loans bearing interest (d) ..	6,11,56,49,000	1,38,54,92,592	1,37,17,795	7,48,74,23,79[illegible]
(ii) Loans not bearing interest—				
6½ per cent. Treasury Bonds, 1935	2,92,300	..	67,600	2,24,70[illegible]

(a) Includes (i) Rs. 1,400, (ii) Rs. 1,300 and (iii) Rs. 100 on account of nominal value of securit[illegible] deposited with the Government but remaining unclaimed for more than twenty years, cancelled und[illegible] orders of the Central Government.

(b) Represents additions and discharges due to conversion of non-terminable loans the com[illegible] effect of which has resulted in a net difference of Rs. 1,12,757 (Rs. 65,21,600—Rs. 64,08,843)

(c) Represents payment of commuted value of interest on Amanoti Stock certificates

(d) Differs from last year's closing balance by reason of transfer since made.

3.—STATEMENT OF DEBT AND OTHER INTEREST BEARING OBLIGATIONS, SHOWING THE ADDITIONS TO, AND DISCHARGES OF DEBT, ETC., DURING THE YEAR, AND THE AMOUNT OF DEBT, ETC., AT THE COMMENCEMENT AND CLOSE OF THE YEAR—*contd.*

Description of Debt.	Amount on 31st March, 1942.	Additions during the year.	Discharges during the year.	Amount on 31st March, 1943.
1	2	3	4	5
	Rs.	Rs.	Rs.	Rs.
Public Debt—*contd.*				
—Debt raised in India—*concld.*				
(*a*) Permanent Debt—*concld.*				
(*ii*) Loans not bearing Interest—*concld.*				
6 per cent. Bonds, 1932 ..	54,000	..	1,000	53,000
6 per cent. Bonds, 1931 ..	18,600	..	..	18,600
6 per cent. Bonds, 1930 ..	2,90,800	..	1,000	2,89,800
6 per cent. Bonds, 1927 ..	83,600	..	300	83,300
6 per cent. Bonds, 1926 ..	81,100	..	500	80,600
6 per cent. Bonds, 1933-36 ..	84,800	..	11,900	72,900
5½ per cent. War Bonds, 1928	1,12,875	..		1,12,875
5½ per cent. Bonds 1925 ..	12,950	..	200	12,750
5½ per cent War Bonds, 1921	..	..	..	..
5½ per cent. War Bonds, 1922	1,67,575	..	(*a*) 1,67,575	..
5½ per cent. War Bonds, 1923	46,300	..	..	46,300
5½ per cent. Loan, 1938-40 ..	1,14,700	..	36,200	78,500
5 per cent. Loan, 1942-47 ..	29,39,200	35,548	29,26,748	48,000
5 per cent. Bonds, 1933 ..	49,400	..	8,000	41,400
5 per cent. Bonds, 1935 ..	25,200	..	1,000	24,200
5 per cent. Loan, 1940-43 ..	5,48,200	..	2,10,100	3,38,100
5 per cent. War Loan, 1929-47	2,57,675	..	14,425	2,43,250
5 per cent. Loan, 1939-44 ..	1,47,200	..	1,60,200	2,87,000
4½ per cent. Bonds, 1934 ..	1,54,800	..	..	1,54,800
4 per cent. Terminable Loan of 1915-16	18,100	..	..	18,100
4 per cent. conversion Loan of 1916-17	25,000	..	6,000	19,000
4 per cent. Loan, 1934-37 ..	2,42,300	..	34,600	2,07,700
3 per cent. Bonds, 1941 .	2,99,300	.	1,29,700	1,69,600
al Loans not bearing interest ..	(*b*) 63,65,975	35,548	37,77,048	26,24,475
(*iii*) Interest Free Loans—				
Three year Interest-Free Defence Bonds	2,67,62,529	37,13,589	4,52,595	3,00,23,523
(*b*) Floating Debt—				
Treasury Bills	1,36,97,75,000	10,32,34,50,000	9,04,62,75,000	2,64,69,50,000
—Debt raised in England—				
Permanent Debt—				
(*i*) Loans bearing Interest—				
India 4½ per cent. Stock, 1950-55	5,64,33,279	..	64,74,808	4,99,58,471
India 4½ per cent. Stock, 1958-68	3,43,24,513	..	39,59,762	3,03,64,751
India 4 per cent. Stock, 1948-53	1,52,52,963	..	56,37,016	96,15,947

(*a*) Represents nominal value of cancelled securities.

(*b*) Differs from last year's closing balance by reason of transfer since made

No. 3.—STATEMENT OF DEBT AND OTHER INTEREST BEARING OBLIGATIONS SHOWING THE ADDITIONS TO, AND DISCHARGES OF DEBT ETC., DURING THE YEAR, AND THE AMOUNT OF DEBT, ETC., AT THE COMMENCEMENT AND CLOSE OF THE YEAR—*contd.*

Description of Debt.	Amount on 31st March, 1942.	Additions during the year.	Discharges during the year.	Amount on 31st March, 1943.
1	2	3	4	5
	Rs.	Rs.	Rs.	Rs.
I.—Public Debt—*contd.*				
B.—Debt raised in England—*contd.*				
Permanent Debt—*contd.*				
(*i*) Loans bearing Interest—*contd.*				
India 3½ per cent. Stock, 1954-59	1,08,86,051	..	6,78,516	1,02,07,535
India 3 per cent. Stock, 1948 or after	8,92,67,741	..	5,98,36,360	2,94,31,381
India 3 per cent. Stock, 1949-52	1,17,85.284	..	25,40,259	92,45,025
India 2½ per cent. Stock, 1926 or after	1,50,32,252	..	98,58,027	51,74,225
Burma Railways 3 per cent. Debenture Stock ..	1,66,66,667	..	1,57,86,000	8,80,667
Bengal and North Western Railway 5 per cent. Debenture Stock (1945-60) ..	..	3,33,33,333	3,22,66,666	10,66,667
Bombay, Baroda and Central India Rly. 3½ per cent. Debenture stock 1940 or after	1,33,33,333	..	15,02,413	1,18,30,920
East Indian Railway 4½ per cent. Irredeemable Debenture Stock	1,91,42,000	..	1,72,62,267	18,79,733
East Indian Railway 3 per cent. New Debenture Stock	10,66,66,667	..	9,68,15,067	98,51,600
East Indian Railway 3½ per cent. Debenture Stock ..	9,33,33,333	..	85,91,066	8,47,42,267
Eastern Bengal Railway 4 per cent. Irredeemable Debenture Stock	46,48,880	..	43,26,667	3,22,213
Great Indian Peninsula Railway 4 per cent. Irredeemable Debenture Stock ..	3,60,19,333	..	3,34,06,667	26,12,666
Great Indian Peninsula Railway 3½ per cent. Debenture Stock	4,66,66,667	..	49,98,907	4,16,67,760
South Indian Railway 4½ per cent. Perpetual Debenture Stock	56,66,667	..	51,55,334	5,11,333
(*ii*) Capital portion of Annuities created in purchase of Railways—				
East Indian Railway Annuity terminating 14th February, 1953	13.62,58,343	..	95,13,319	12,67,45,024
Eastern Bengal Railway Annuity terminating 30th July, 1957	1,83,43,405	..	8,59,979	1,74,83,426
Great Indian Peninsula Railway Annuity terminating 17th August, 1948 ..	10,15,49,224	..	1,41,19,282	8,74,29,942

(*b*) Differs from last year's closing balance by reason of correction since made.

3.—STATEMENT OF DEBT AND OTHER INTEREST BEARING OBLIGATIONS SHOWING THE ADDITIONS TO, AND DISCHARGES OF DEBT, ETC., DURING THE YEAR, AND THE AMOUNT OF DEBT, ETC., AT THE COMMENCEMENT AND CLOSE OF THE YEAR—*contd.*

Description of Debt	Amount on 31st March, 1942	Additions during the year.	Discharges during the year	Amount on 31st March, 1943.
1	2	3	4	5
	Rs	Rs	Rs	Rs
—Public Debt—*concld*				
B.—Debt raised in England—*concld*				
Permanent debt—*concld*				
(ii) Capital portion of Annuities created in purchase of Railways—*concld.*				
Madras Railway Annuity terminating 1st April, 1956	7,34,93,168	..	39,64,816	6,95,28,352
Scinde Punjab and Delhi Railway Annuity terminating 1st January, 1959	6,14,72,217	..	26,25,034	5,88,47,183
(iii) Discharge of Liability in respect of British War Loan (1929 47)	20,62,25,705	..	..	20,62,25,705
(iv) Loans not bearing Interest—				
India 3½ per cent Stock, 1931 or after	89,35,51,725	.	88,05,67,462	1,29,84,263
India 5 per cent Stock, 1942 47	32,83,145	.	30,93,476	1,89,669
India 5½ per cent. Stock, 1932	24,000			24,000
India 6 per cent Bonds, 1932	6,000			6,000
India 6 per cent Bonds, 1933	1,333			1,333
Total Debt raised in England	2,06,93,33,795	(b) 3,33,33,333	1,22,38,39,170	87,88,27,958
Total Public Debt	9 58,78,86,299	11,74,60,25,062	10,28,80,61,608	11,04,58,49,753
I.—Unfunded Debt—				
Special Loans	1,45,24,830		8,014	1,45,16,816
Treasury Notes	71,619		..	71,619
Deposits of Service Funds—				
Indian Civil Service Family Pension Funds	1,36,81,828	7,12,415	6,65,573	1,37,28,670
Indian Military Service Family Pension Fund	2,14,28,483	9,18,583	16,40,294	2,07,06,772
Indian Military Widows' and Orphans' Fund	25,65,383	2,17,910	88,660	26,94,633
Madras Military Assistant Surgeon's Fund	(a) 4,26,254	14 059	13,746	4,26,567
Bengal Uncovenanted Service Family Pension Fund	40,90,232	2,03,273	5,74,000	37,94,505
Bengal and Madras Service Family Pension Fund	(a) 17,30,326	74,381	73,708	17,30,999
Bombay Family Pension Fund of Government Servants	(a) 29,06,441	2,28,270	2,54,300	23,80,422
Savings Bank Deposits—				
Post Office Defence Savings Bank Deposits	10,75,202	30,01,104	18,513	40,57,793
Post Office Savings Bank Deposits	32,07,62,3[illegible]3	22,98,39,612	22,84,39,317	32,21,82,625

(a) Differs from the last year's closing balance by reason of corrections since made.

(b) Represents liability assumed by the Secretary of State on the termination of the contract with the Bengal and North Western Railway. This amount includes Rs 2,03,33,333 which has not been treated as Permanent Debt, incurred during the year in Account No. 1.

No. 3.—STATEMENT OF DEBT AND OTHER INTEREST BEARING OBLI GATIONS SHOWING THE ADDITIONS TO, AND DISCHARGES OF DEBT ETC., DURING THE YEAR, AND THE AMOUNT OF DEBT, ETC., AT THE COMMENCEMENT AND CLOSE OF THE YEAR—*contd.*

Description of Debt. 1	Amount on 31st March, 1942. 2	Additions during the year. 3	Discharges during the year. 4	Amount on 31st March, 1943. 5
	Rs.	Rs.	Rs.	Rs.
I.—Public Debt—*contd.*				
B.—Debt raised in England—*contd.*				
Permanent Debt—*contd.*				
(*i*) Loans bearing Interest—*contd.*				
India 3½ per cent. Stock, 1954-59	1,08,86,051	..	6,78,516	1,02,07,535
India 3 per cent. Stock, 1948 or after	8,92,67,741	..	5,98,36,360	2,94,31,381
India 3 per cent. Stock, 1949-52	1,17,85.284	..	25,40,259	92,45,025
India 2½ per cent. Stock, 1926 or after	1,50,32,252	..	98,58,027	51,74,225
Burma Railways 3 per cent. Debenture Stock ..	1,66,66,667	..	1,57,86,000	8,80,667
Bengal and North Western Railway 5 per cent. Debenture Stock (1945-60) ..	..	3,33,33,333	3,22,66,666	10,66,6[illegible]
Bombay, Baroda and Central India Rly. 3½ per cent. Debenture stock 1940 or after	1,33,33,333	..	15,02,413	1,18,30,92
East Indian Railway 4½ per cent. Irredeemable Debenture Stock	1,91,42,000	..	1,72,62,267	18,79,73
East Indian Railway 3 per cent. New Debenture Stock	10,66,66,667	..	9,68,15,067	98,51,60
East Indian Railway 3½ per cent. Debenture Stock ..	9,33,33,333	..	85,91,066	8,47,42,267
Eastern Bengal Railway 4 per cent. Irredeemable Debenture Stock	46,48,880	..	43,26,667	3,22,213
Great Indian Peninsula Railway 4 per cent. Irredeemable Debenture Stock ..	3,60,19,333	..	3,34,06,667	26,12,666
Great Indian Peninsula Railway 3½ per cent. Debenture Stock	4,66,66,667	..	49,98,907	4,16,67,760
South Indian Railway 4½ per cent. Perpetual Debenture Stock	56,66,667	..	51,55,334	5,11,333
(*ii*) Capital portion of Annuities created in purchase of Railways—				
East Indian Railway Annuity terminating 14th February, 1953	13,62,58,343	..	95,13,319	12,67,45,024
Eastern Bengal Railway Annuity terminating 30th July, 1957	1,83,43,405	..	8,59,979	1,74,83,4[illegible]
Great Indian Peninsula Railway Annuity terminating 17th August, 1948 ..	10,15,49,224	..	1,41,19,282	8,74,29,942

(*b*) Differs from last year's closing balance by reason of correction since made.

3.—STATEMENT OF DEBT AND OTHER INTEREST BEARING OBLIGATIONS SHOWING THE ADDITIONS TO, AND DISCHARGES OF DEBT, ETC., DURING THE YEAR, AND THE AMOUNT OF DEBT, ETC., AT THE COMMENCEMENT AND CLOSE OF THE YEAR—*contd.*

Description of Debt	Amount on 31st March, 1942	Additions during the year	Discharges during the year	Amount on 31st March, 1943.
1	2	3	4	5
	Rs	Rs	Rs	Rs
Public Debt—*concld*				
—Debt raised in England—*concld*				
Permanent debt—*concld*				
(ii) Capital portion of Annuities created in purchase of Railways—*concld*				
Madras Railway Annuity terminating 1st April, 1956	7,34,93,168	..	39,64,816	6,95,28,352
Scinde Punjab and Delhi Railway Annuity terminating 1st January, 1959	6,14,72,217		26,25,034	5,88,47,183
(iii) Discharge of Liability in respect of British War Loan (1929 47)	20,62,25,705	..	..	20,62,25,705
(iv) Loans not bearing Interest—				
India 3½ per cent Stock, 1931 or after	89,35,51,725		88,05,67,462	1,29,84,263
India 5 per cent Stock, 1942 47	32,83,145		30,93,476	1,89,669
India 5½ per cent. Stock, 1932	24,000			24,000
India 6 per cent Bonds, 1932	6,000			6,000
India 6 per cent Bonds, 1933	1,333			1,333
Total Debt raised in England	2,06,93,33,795	(b) 3,33,33,333	1,22,38,39,170	87,88,27,958
Total Public Debt	9,58,78,86,299	11,74,60,25,062	10,28,80,61,608	11,04,58,49,753
—Unfunded Debt—				
Special Loans	1,45,24,830		8,014	1,45,16,816
Treasury Notes	71,619		.	71,619
Deposits of Service Funds—				
Indian Civil Service Family Pension Funds	1,36,81,828	7,12,415	6,65,573	1,37,28,670
Indian Military Service Family Pension Fund	2,14,28,483	9,18,583	16,40,294	2,07,06,772
Indian Military Widows' and Orphans' Fund	25,65,383	2,17,930	88,660	26,94,653
Madras Military Assistant Surgeon's Fund	(a) 4,26,254	14,059	13,746	4,26,567
Bengal Uncovenanted Service Family Pension Fund	40,99,232	2,69,273	5,74,000	37,94,505
Bengal and Madras Service Family Pension Fund	(a) 17,36,326	74,381	73,708	17,36,999
Bombay Family Pension Fund of Government Servants	(a) 29,06,443	2,28,279	2,54,300	28,80,422
Savings Bank Deposits—				
Post Office Defence Saving Bank Deposits	10,75,202	30,01,104	18,513	40,57,793
Post Office Savings Bank Deposits	52,07,62,363	22,98,59,612	22,84,39,347	52,21,82,628

(a) Differs from the last year's closing balance by reason of correction since made.

(b) Represents liability assumed by the Secretary of State on the termination of the contract with the Bengal and North Western Railway. This amount includes Rs 2,03,33,333 which has not been treated as Permanent Debt, incurred during the year in Account No 1.

No. 3.—STATEMENT OF DEBT AND OTHER INTEREST BEARING OBLIGATIONS, SHOWING THE ADDITIONS TO, AND DISCHARGES OF, DEBT, ETC., DURING THE YEAR, AND THE AMOUNT OF DEBT, ETC. AT THE COMMENCEMENT AND CLOSE OF THE YEAR—*concld.*

Description of Debt. 1	Amount on 31st March, 1942. 2	Additions during the year. 3	Discharges during the year. 4	Amount on 31st March, 1943. 5
	Rs.	Rs.	Rs.	Rs.
II.—Unfunded Debt—*concld*				
Post Office Certificates—				
Post Office Cash Certificates (*a*)	39,01,78,768	3,76,36,293	8,19,70.619	34,58,44,442
Post Office Ten Year Defence Savings Certificates	4,35,25,000	2,01,53,140	81,19,420	5,55,58,720
State Provident Funds—				
State Railway Provident Institution .. .	(*a*) 49,89,00,856	7,56,29,438	4,93,86,532	52,51,43,762
Companies' Railways Provident Fund	17,59,23,079	2.20,83,156	3,36.91,017	16,43,12,218
General Provident Fund ..	(*a*) 9,89.86,670	1,44,16,113	1,17,06,830	10,16,95,953
Indian Civil Service Provident Fund	25,36,875	2,70,869	28,002	27,79 742
Indian Civil Service (Non-European Members) Provident Fund ..	(*a*) 84,172	9,417	2,324	91,
Defence Savings Provident Fund	75,95,111	55,96,353	3,97,898	1,27,93,
Defence Savings Provident Fund (Railways)	8,67,467	7,05,570	79,603	14,93,
Defence Service Officers' Provident Fund	58,67,627	20,29,053	3,58,866	75,37,
Indian Ordnance Department Provident Fund	82,65,855	10,91,318	3,65,297	89,91,
Military Engineer Services Provident Fund	58.403	—9,805	..	48,
Contributory Provident Fund ..	55,74.992	10,19,872	2,41,841	63,53,
Other Miscellaneous Provident Funds	(*a*) 71,77,009	19,84,707	7,68,673	83,93,
Other Accounts—				
General Family Pension Fund ..	11,812	9,832	10,000	11,6
Hindu Family Annuity Fund ..	(*a*) 66,424	3,62,732	1,99,455	2,29,7
Bombay Family Pension Fund of Government Servants, Life Assurance Branch	9,588	7,259	8,275	8,57
Bengal Christian Family Pension Fund	(*a*) 5,068	26,795	28,321	3,54
Postal Insurance and Life Annuity Fund	9,78,88,855	1,12,31,990	77,51,273	10,13,69,572
Staff Benefit Fund	(*a*) 7,98,884	9,66,268	8,62,843	9,02,30
Cemetery Endowment Fund ..	8,05,148	20,946	7,504	8,18,590
Technical Trainees Benefit Fund ..	32	24	..	56
Indian Railway Conference Association Employees' Provident Fund	7,07,080	80,763	1,01,544	6,86,299
Eastern Group Sleeper Control Provident Fund	..	2,30,493	14,514	2,15,979
Sind, Punjab and Delhi Railway Clergy Endowment Fund ..	..	10,006	..	10,006
Total Unfunded Debt ..	1,92,91,12,738	43,08,58,238	42,78,79,806	1,93,20,91,170
TOTAL DEBT AND OTHER INTEREST BEARING OBLIGATIONS ..	11,51,69,99,037	12,17,68,83,300	10,71,59,41,414	12,97,79,40,923

(*a*) Differs from last year's closing balance by reason of correction since made.

No. 4.—STATEMENT OF LOANS AND ADVANCES SHOWING THE AMOUNTS ADVANCED AND REPAID, I… CEIVED DURING THE YEAR AND THE BALANCES OF SUCH LOANS AND ADVANCES AT THE COMMENCEMENT AND CLOSE OF THE YEAR.

Major Heads and Minor Heads. 1	Balance on 1st April 1942. 2	Amount advanced during the year. 3	Total 4	Amount repaid during the year. 5	Balance on 31st March, 1943 6	Interest received and credited to Revenue. 7
	Rs	Rs	Rs	Rs	Rs.	Rs
Advances to Provincial Governments—						
Madras	7,25,92,555	..	7,25,92,555	1,31,11,446	5,94,81,109	29,87,207
Bombay	29,83,77,646	..	29,83,77,646	4,18,90,459	25,64,87,187	1,32,94,360
Bengal	44,06,000	4,64,60,000	5,08,66,000	1,08,81,200	3,99,84,800	4,47,260
United Provinces	(a) 24,87,93,659	12,244	24,88,05,903	65,12,121	24,22,93,782	1,00,69,972
Punjab	26,13,00,272	..	26,13,00,272	2,65,49,215	23,47,51,057	95,85,284
Bihar	29,01,713	11,916	29,13,629	29,13,629	..	22
Central Provinces and Berar	3,17,39,146	..	3,17,39,146	52,69,518	2,64,69,628	13,07,172
North West Frontier Province	.	2,00,000	2,00,000	..	2,00,000	
Sind	26,47,81,765	..	26,47,81,765	1,34,19,924	25,13,61,841	1,13,94,302
Coorg	(a) 1,81,291	..	1,81,291	60,430	1,20,861	5,439
Total	1,18,60,74,047	4,66,84,160	1,23,17,58,207	12,06,07,942	1,11,11,50,265	4,90,91,027
Advances to Crown Representative	23,92,880	5,87,152	29,80,032	5,60,569	24,19,463	56,271
Loans to Indian States	9,23,81,613	2,15,000	9,25,96,613	1,21,76,527	8,04,20,086	2,83,711
Loans to Local Funds—						
Loans to Major Port Trusts and Port Funds	6,18,23,142	1,05,59,200	7,23,82,342	24,79,892	6,99,02,450	23,22,556
Loans to Municipalities	68,26,342	15,00,000	83,26,342	2,10,380	81,15,962	2,70,476
Regimental and other Loans	15,000	62,63,155	62,78,155	31,243	62,46,912	..
Loans to District and other Local Fund Committee	95,04,222	.	95,04,222	21,64,575	73,39,647	3,13,345
Loans to Landholders and other Notabilities	41,659	.	41,659	8,954	32,705	2,390
Loans to Railway Companies				.		.
Advances to Cultivators	(a) 25,28,457	2,42,741	27,71,198	4,14,082	23,57,116	64,839
Advances under Special Laws	36,93,608	6,00,000	42,93,608	45,180	42,48,428	1,88,296
Miscellaneous Loans and Advances	45,69,892	12,05,894	57,75,786	86,907	56,88,870	2,00,931
Total	(a) 8,90,02,322	2,03,70,990	10,93,73,312	54,41,213	10,39,32,099	33,62,833
Loans to Government Servants—						
House building advances	7,653	32	7,685	6,235	1,450	27,579
Advances for the purchase of motor cars	30,227	40,945	71,172	36,422	34,750	356
Advances for the purchase of other conveyances	3,13,599	9,43,875	12,57,474	5,53,317	7,04,157	859
Passage advances	28,408	8,929	37,337	20,844	16,493	1,212
Other advances	802		802	750	52	6
Total	3,80,689	9,93,781	13,74,470	6,17,568	7,56,902	30,012
GRAND TOTAL	1,36,92,31,551	6,88,51,083	1,43,80,82,634	13,94,03,819	1,29,86,78,815	5,28,23,854

(a) Differs from last year's closing balance by reason of correction since made.

I—contd.

PAGES.

PAGES.

P—contd.

Q

R

R—concld.